District 1 1625 N Frenchi Dr., Hobbs, NM 88240 District 11 1301 W. Grand Avenue, Artesia, NM 88210 District 111 1000 Rio Brazos Road, Aztec, NM 87410 District 1V 1220 S. St. Francis Dr., Santa Fe, NM 87505 State of New Mexico Energy Minerals and Natural Resources Department Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

For closed-loop systems that only use above ground steel tanks or haul-off bins and propose to implement waste removal for closure, submit to the appropriate NMOCD District Office.

Closed-Loop System Permit or Closure Plan Application

(that only use above ground steel tanks or haul-off bins and propose to implement waste removal for closure)

Type of action:
Permit X Closure

<i>closed-loop system that only use above ground steel tanks or haul-off bins and propose to implement waste removal for closure, please submit a Form</i> Please be advised that approval of this request does not relieve the operator of liability should operations result in pollution of surface water, ground water of environment. Nor does approval relieve the operator of its responsibility to comply with any other applicable governmental authority's rules, regulations or 1. Operator: Mewbourne Oil CompanyOGRID #:_14744 Address: _PO Box 5270 Hobbs, NM 88241 Facility or well name: San Lorenzo 22-27 LE Fee #2H API Number:30-015-41153OCD Permit Number:214038	or the ordinances.
Address: _PO Box 5270 Hobbs, NM 88241 Facility or well name: San Lorenzo 22-27 LE Fee #2H	
Facility or well name: San Lorenzo 22-27 LE Fee #2H	
API Number:	
U/L or Qtr/Qtr L Section 22 Township 25S Range 28E County: Eddy	
Center of Proposed Design: Latitude Longitude NAD: 1927] 1983
Surface Owner: 🔲 Federal 🔲 State 🖾 Private 🗌 Tribal Trust or Indian Allotment	
 2. X <u>Closed-loop System</u>: Subsection H of 19.15.17.11 NMAC Operation: X Drilling a new well Workover or Drilling (Applies to activities which require prior approval of a permit or notice of intent) Above Ground Steel Tanks or X Haul-off Bins] P&A
^{3.} Signs: Subsection C of 19.15.17.11 NMAC AUG 2 3 2013	
□ 12"x 24", 2" lettering, providing Operator's name, site location, and emergency telephone numbers X Signed in compliance with 19.15.3.103 NMAC	
Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the document attached. X Design Plan - based upon the appropriate requirements of 19.15.17.11 NMAC X Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC X Closure Plan (Please complete Box 5) - based upon the appropriate requirements of Subsection C of 19.15.17.9 NMAC and 19.15.17.13 NMAC	
Previously Approved Design (attach copy of design) API Number:	
Previously Approved Operating and Maintenance Plan API Number:	
Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Steel Tanks or Haul-off Bins Only: (19.15.17.13.D NMAC) Instructions: Please indentify the facility or facilities for the disposal of liquids, drilling fluids and drill cuttings. Use attachment if more than facilities are required.	
Disposal Facility Name: Disposal Facility Permit Number: Disposal Facility Name: Disposal Facility Permit Number:	
Will any of the proposed closed-loop system operations and associated activities occur on or in areas that <i>will not</i> be used for future service and o Yes (If yes, please provide the information below) No	perations?
Required for impacted areas which will not be used for future service and operations: Soil Backfill and Cover Design Specifications based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC Re-vegetation Plan - based upon the appropriate requirements of Subsection 1 of 19.15.17.13 NMAC Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC	
6. Operator Application Certification:	
I hereby certify that the information submitted with this application is true, accurate and complete to the best of my knowledge and belief.	
Name (Print): Title:	
Name (Print):	
e-mail address: Telephone:	

Oil Conservation Division

OCD approval: Permit Application (including closure plan) Closure Plan (only)
OCD Representative Signature: Approval Date: 10/25/13
Title: OCD Permit Number: ZI4038
8. Closure Report (required within 60 days of closure completion): Subsection K of 19.15.17.13 NMAC Instructions: Operators are required to obtain an approved closure plan prior to implementing any closure activities and submitting the closure report. The closure report is required to be submitted to the division within 60 days of the completion of the closure activities. Please do not complete this section of the form until an approved closure plan has been obtained and the closure activities have been completed. X Closure Completion Date:08/10/13
9. Closure Report Regarding Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Steel Tanks or Haul-off Bins Only:
Instructions: Please indentify the facility or facilities for where the liquids, drilling fluids and drill cuttings were disposed. Use attachment if more than two facilities were utilized.
Disposal Facility Name:
Disposal Facility Name:Lea Land Disposal Facility Permit Number:WM-1-035
Were the closed-loop system operations and associated activities performed on or in areas that <i>will not</i> be used for future service and operations? Yes (If yes, please demonstrate compliance to the items below) X No
Required for impacted areas which will not be used for future service and operations: Site Reclamation (Photo Documentation) Soil Backfilling and Cover Installation Re-vegetation Application Rates and Seeding Technique
10. Operator Closure Certification:
I hereby certify that the information and attachments submitted with this closure report is true, accurate and complete to the best of my knowledge and belief. I also certify that the closure complies with all applicable closure requirements and conditions specified in the approved closure plan.
Name (Print): Jackie Lathan Title:Hobbs Regulatory
Signature Jothan Date: _08/19/13
e-mail address:_jlathan@mewbourne.comTelephone: _575-393-5905