State of New Mexico 1625 N. French Dr., Hobbs, NM 88240 District II JAN 20 7 Energy Minerals and Natural Resources District II Department

Form C-144 CLEZ July 21, 2008

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.

1301 W. Grand Avenue, Artesia, NM 88210115 - A 2003 District III HOBBSOCK Oil Conservation Division 1220 South St. Francis Dr. 1220 S. St. Francis Dr. Santa Fe, NM 87505

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 $clobel{eq:constraint} -6~2008$

Type of action: X Permit X Closure Instructions: Please submit one application (Form C-144 CLEZ) per individual closed-toep system request. For any application request of 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 C-144. 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 or the environment. Nor does approval relieve the operator of its responsibility to comply with any other applicable governmental authority's rules, regulations or ordinances. Operator: XTO Energy, Inc. Address: 200 N. Loraine, Ste. 800 Midland, TX 79705 Facility or well name: Nash Unit #34 OCD Permit Number: ___ API Number: 30-015-33991 U/L or Qtr/Qtr _ J Section _ 12 Township _ T-23S Range _ R-29E County: _ Eddy____ Longitude ______ NAD: 1927 1983 Center of Proposed Design: Latitude Surface Owner: X Federal State Private Tribal Trust or Indian Allotment X Closed-loop System: Subsection H of 19.15.17.11 NMAC Operation: Drilling a new well X Workover or Drilling (Applies to activities which require prior approval of a permit or notice of intent) P&A X Above Ground Steel Tanks or. Haul-off Bins Signs: Subsection C of 19:15:17.11 NMAC 12"x 24", 2" lettering, providing Operator's name, site location, and emergency telephone numbers of the contract of a contract of the contrac X Signed in compliance with 19.15.3.103 NMAC Closed-loop Systems Permit Application Attachment Checklist: Subsection B of 19:15.17.9 NMAC Instructions: Each of the following items must be attached to the application. Please indicate, by a check mark in the box, that the documents are 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 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 two facilities are required. Controlled Recovery Inc. Disposal Facility Permit Number: NM-01-000 6 Disposal Facility Name: Disposal Facility Permit Number: Disposal Facility Name: Will any of the proposed closed-loop system operations and associated activities occur on or in areas that will not be used for future service and operations? Yes (If yes, please provide the information below) X No 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 NMAQ Re-vegetation Plan - based upon the appropriate requirements of Subsection I of 19.15.17.13 NMAC Site Reclamation Plan - based upon the appropriate requirements of Subsection G of 19.15.17.13 NMAC 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): Sherry Pack

Form C-144 CLEZ

e-mail address: sherry pack@xtoenergy.com

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Oil Conservation Division

Date:

Telephone: __

July 30, 2008

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0208279

OCD Approval: C Permit Application (including closure plan) C Closure Plan	
OCD Representative Signature:	Approval Date: 8-11-08
Title: Metrict II Sopper	OCD Permit Number: 0208279
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. Closure Completion Date: 12-11-08	
Closure Report Regarding Waste Removal Closure For Closed-loop Systems Instructions: Please indentify the facility or facilities for where the liquids, drillity of facilities were utilized. Disposal Facility Name: Controlled Recovery Inc	
Disposal Facility Name:	Disposal Facility Permit Number:
Were the closed-loop system operations and associated activities performed on or in areas that will not be used for future service and operations? Yes (If yes, please demonstrate compliance to the items below) 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	
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): Sherry Pack	_ Title: Regulatory Analyst
Signature: Sherry Pack	Date: 1-26-2009
e-mail address: Sherry Pack ? ktoenergy.com	Telephone: 432.620.6709



Closure Report

Solids and Fluids were removed from steel tanks and hauled off by trucking companies and taken to.

Disposal Facility Name:

Controlled Recovery Inc.

Disposal Facility Permit Number:

NM-01-0006

Name (print): Sherry Pack

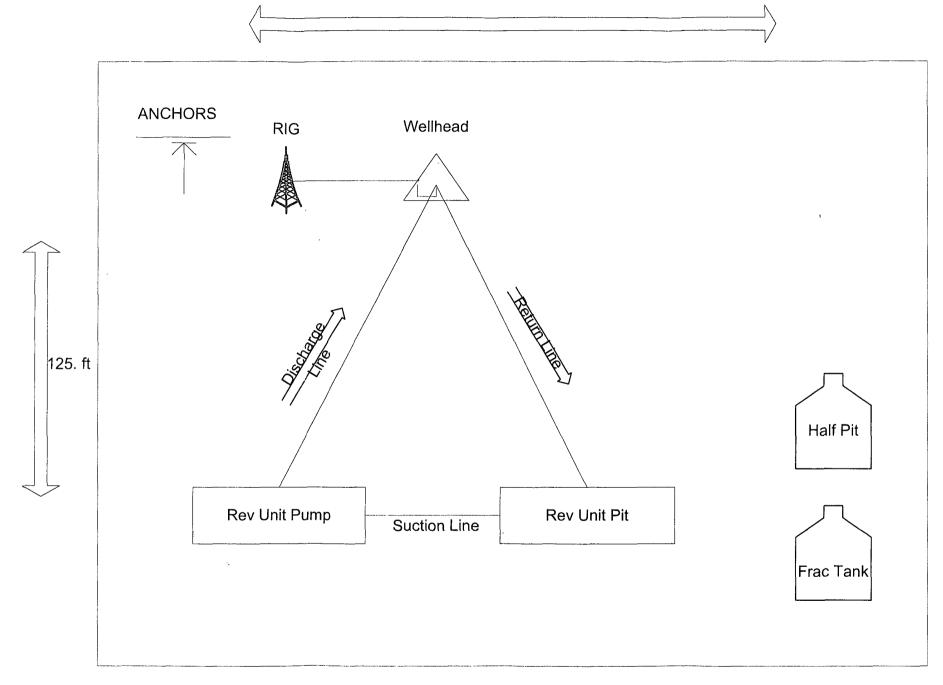
Title: Regulatory Analyst

Signature: Sherry Pack

Date

Email address: sherry pack@xtoenergy.com

Telephone: 432.620.6709



WORKOVER