.1625 N. French Dr., Hobbs, NM 88240 District_IL 1301 W. Grand Avenue, Artesia, NM 88210 District_IIL 1000 Rio Brazos Road, Aztec, NM 87410 District_IV_ 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

July 21, 2008 For closed-loop systems that only use above ground steel tanks or haul-off bins and propose

to the appropriate NMOCD District Office.

to implement waste removal for closure, submit

Form C-144 CLEZ

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)

x Closure Type of action: Permit

Instructions: Please submit one application (Form C-144 CLEZ) per individual closed-loop system request. For any application request other than for a

Please be advised that approval of this request does not relieve the operator of liability environment. Nor does approval relieve the operator of its responsibility to comply to	ty should operations res	ult in pollution of surfac	e water, ground water or the	
Operator. XTO ENERGY INC.	00	GRID#: 5380	RCVD MAY 28 '09	
Address: 382 CR 3100 AZTEC, NM 87410			OIL CONS. DIV.	
Facility or well name: KUTZ FEDERAL SWD #1		· - · · · · · · · · · · · · · · · · · ·	DIST. 3	
API Number: 30-045-34317 OCD Permit Number:				
	27N Range 10W County: SAN JUAN			
Center of Proposed Design: Latitude 36.60506N			i	
Surface Owner: X Federal State Private Tribal Trust or Indian Allotment				
Closed-loop_System: Subsection H of 19.15.17.11 NMAC Operation: Drilling a new well 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 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.				
Design Plan - based upon the appropriate requirements of 19.15.17.11 NMAC 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 Num	ber:			
S. 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. Disposal Facility Name:				
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 will not be used for future service and operations? Yes (If yes, please provide the information below)				
Required for impacted areas which will not be used for future service and on Soil Backfill and Cover Design Specifications based upon the appropriate requirements of Suran Site Reclamation Plan - based upon the appropriate requirements of Suran Site Reclamation Plan - based upon the appropriate requirements of	propriate requirements	7.13 NMAC	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):	Title:			
Signature:	Date:			
e-mail address:	Telepl	hone:		

OCD Approval: Permit Application (including closure plan) Closure Plan (only) OCD Representative Signature: Approval Date: OCD Permit Number:			
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: MAY 27,2008 MAY 27,2008			
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: 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) 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			
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): KIM CHAMPLIN Title: SR. ENVIRONMENTAL REPRESENTATIVE			
Signature: Kim Champlin Date: 05/18/2009			
e-mail address: kim champlin@xtoenergy.com Telephone: 505-333-3100			