District I 1625 N. French Dr., Hobbs, NM 88240 <u>District II</u> 1301 W. Grand Avenue, Artesia, NM 88210 District III 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

For temporary pits, closed-loop systems, and below-grade tanks, submit to the appropriate NMOCD District Office. For permanent pits and exceptions submit to the Santa Fe Environmental Bureau office and provide a copy to the appropriate NMOCD District Office.



# Pit, Closed-Loop System, Below-Grade Tank, or Proposed Alternative Method Permit or Closure Plan Application

Type of action: Permit of a pit, closed-loop system, below-grade tank, or proposed alternative method Closure of a pit, closed-loop system, below-grade tank, or proposed alternative method

Instructions: Please submit one application (Form C-144) per individual pit, closed-loop system, below-grade tank or alternative request

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:Energen Resources	OGRID #:16298							
Address:2010 Afton Place, Farmington, New Mexico 87401	RCVD JUL 16'08 OIL CONS. DIV.							
Facility or well name:Carracas FR 110								
API Number:30-039-24443 OCD Permit	Number: DIST. 3							
U/L or Qtr/QtrPSection26Township32N	Range4W County:Rio Arriba							
Center of Proposed Design: Latitude36.9491 N Longitude107.21663W NAD: ☐1927 ☒ 1983								
Surface Owner:  Federal  State  Private  Tribal Trust or Indian Allotment								
Pit: Subsection F or G of 19.15.17.11 NMAC	☐ Closed-loop System: Subsection H of 19.15.17.11 NMAC							
Temporary: Drilling Workover	☐ Drying Pad ☐ Tanks ☐ Haul-off Bins ☐ Other							
Permanent Emergency Cavitation Steel Pit	☐ Lined ☐ Unlined							
Lined Unlined	Liner type: Thicknessmil							
Liner type: Thicknessmil	Other							
Other String-Reinforced	Seams: Welded Factory Other							
Seams: Welded Factory Other	Volume:400bblyd <sup>3</sup>							
Volume: bbl Dimensions: L x W x D	Dimensions: Length_20 ft_ x Width_12 ft_							
Below-grade tank: Subsection 1 of 19.15.17.11 NMAC	Fencing: Subsection D of 19.15.17.11 NMAC							
Volume:bbl	☐ Chain link, six feet in height, two strands of barbed wire at top							
Type of fluid:	Four foot height, four strands of barbed wire evenly spaced between one and							
Tank Construction material:	four feet							
Secondary containment with leak detection	Netting: Subsection E of 19.15.17.11 NMAC							
Visible sidewalls, liner, 6-inch lift and automatic overflow shut-off	Screen Netting Other							
☐ Visible sidewalls and liner	☐ Monthly inspections							
☐ Visible sidewalls only	Signs: Subsection C of 19.15.17.11 NMAC							
Other	12'x24', 2' lettering, providing Operator's name, site location, and							
Liner type: Thicknessmil  HDPE PVC	emergency telephone numbers							
Other	☑ Signed in compliance with 19.15.3.103 NMAC							
Alternative Method:	Administrative Approvals and Exceptions:							
Submittal of an exception request is required. Exceptions must be submitted to the Santa Fe Environmental Bureau office for consideration	Justifications and/or demonstrations of equivalency are required. Please refer to 19.15.17 NMAC for guidance.							
	Please check a box if one or more of the following is requested, if not leave							
M25101	blank:							
(2) E	Administrative approval(s): Requests must be submitted to the appropriate division district or the Santa Fe Environmental Bureau office for							
P RECEIVED 3	consideration of approval.							
of approval.  RECEIVED 12 DEC 2006 25	Exception(s): Requests must be submitted to the Santa Fe Environmental Bureau office for consideration of approval.							
Form & 1401L CONS. DIV. DIST. 3 Old Conservation Division Page 1 of 4								
	<b>₽</b> %							



Siting Criteria (regarding permitting): 19.15.17.10 NMAC Instructions: The applicant must demonstrate compliance for each siting criteria below in the application. Recommendations of acceptable source material are provided below. Requests regarding changes to certain siting criteria may require administrative approval from the appropriate district office or may be considered an exception which must be submitted to the Santa Fe Environmental Bureau office for consideration of approval. Applicant must attach justification for request. Please refer to 19.15.17.10 NMAC for guidance. Siting criteria does not apply to drying pads or above-grade tanks associated with a closed-loop system.							
Ground water is less than 50 feet below the bottom of the temporary pit, permanent pit, or below-grade tank.  NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells							
Within 300 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse or lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark).  Topographic map; Visual inspection (certification) of the proposed site							
Within 300 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application.  (Applies to temporary, emergency, or cavitation pits and below-grade tanks)  - Visual inspection (certification) of the proposed site; Aerial photo; Satellite image							
Within 1000 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application.  (Applies to permanent pits)  Visual inspection (certification) of the proposed site; Aerial photo; Satellite image							
Within 500 horizontal feet of a private, domestic fresh water well or spring that less than five households use for domestic or stock watering purposes, or within 1000 horizontal feet of any other fresh water well or spring, in existence at the time of initial application.  - NM Office of the State Engineer - iWATERS database search; Visual inspection (certification) of the proposed site							
Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance adopted pursuant to NMSA 1978, Section 3-27-3, as amended.  - Written confirmation or verification from the municipality; Written approval obtained from the municipality							
Within 500 feet of a wetland.  - US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site							
Within the area overlying a subsurface mine.  - Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division							
Within an unstable area.  - Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM Geological Society; Topographic map							
Within a 100-year floodplain FEMA map	Yes No						
Temporary Pits, Emergency Pits, and Below-grade Tanks Permit Application Attachment Checklist: Subsection B of 19.15.17.9 In the feel was a part of the feel was							
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.  Hydrogeologic Report (Below-grade Tanks) - based upon the requirements of Paragraph (4) of Subsection B of 19.15.17.9 NMAC Hydrogeologic Data (Temporary and Emergency Pits) - based upon the requirements of Paragraph (2) of Subsection B of 19.15.17.9 NMAC Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC 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 - 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: or Permit Number:							
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.  Geologic and Hydrogeologic Data (required for on-site closure) - based upon the requirements of Paragraph (3) of Subsection B of 19.15.17.9  Siting Criteria Compliance Demonstrations (required for on-site closure) - based upon the appropriate requirements of 19.15.17.10 NMAC  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 - 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:							

Permanent Pits Permit Application 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.  Hydrogeologic Report - based upon the requirements of Paragraph (1) of Subsection B of 19.15.17.9 NMAC  Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC  Climatological Factors Assessment							
<ul> <li>☐ Certified Engineering Design Plans - based upon the appropriate requirements of 19.15.17.11 NMAC</li> <li>☐ Dike Protection and Structural Integrity Design - based upon the appropriate requirements of 19.15.17.11 NMAC</li> <li>☐ Leak Detection Design - based upon the appropriate requirements of 19.15.17.11 NMAC</li> </ul>							
☐ Liner Specifications and Compatibility Assessment - based upon the appropriate requirements of 19.15.17.11 NMAC ☐ Quality Control/Quality Assurance Construction and Installation Plan							
Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17.12 NMAC Freeboard and Overtopping Prevention Plan - based upon the appropriate requirements of 19.15.17.11 NMAC							
Nuisance or Hazardous Odors, including H <sub>2</sub> S, Prevention Plan  Emergency Response Plan							
Oil Field Waste Stream Characterization							
Monitoring and Inspection Plan  Erosion Control Plan							
Closure Plan - based upon the appropriate requirements of Subsection C of 19.15.17.9 NMAC and 19.15.17.13 NMAC  Proposed Closure: 19.15.17.13 NMAC							
Type: Drilling Workover Emergency Cavitation Permanent Pit Below-grade Tank Closed-loop System	7 Alternative						
Proposed Closure Method: Waste Excavation and Removal							
<ul> <li>Waste Removal (Closed-loop systems only)</li> <li>On-site Closure Method (Only for temporary pits and closed-loop systems)</li> </ul>							
In-place Burial On-site Trench Burial Alternative Closure Method (Exceptions must be submitted to the Santa Fe Environmental Bureau for continuous descriptions and the Santa Fe Environmental Bureau for continuous descriptions.)	ncideration)						
Siting Criteria (regarding on-site closure methods only): 19.15.17.10 NMAC	isideration)						
Instructions: Each siting criteria requires a demonstration of compliance in the closure plan. Recommendations of acceptable source material are provided below. Requests regarding changes to certain siting criteria may require administrative approval from the appropriate district office or may be considered an exception which must be submitted to the Santa Fe Environmental Bureau office for consideration of approval. Justifications and/or demonstrations of equivalency are required. Please refer to 19.15.17.10							
NMAC for guidance.	_						
Ground water is less than 50 feet below the bottom of the buried waste.  - NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells	Yes No						
Ground water is between 50 and 100 feet below the bottom of the buried waste  NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells							
Ground water is more than 100 feet below the bottom of the buried waste.  NM Office of the State Engineer - iWATERS database search; USGS; Data obtained from nearby wells							
Within 300 feet of a continuously flowing watercourse, or 200 feet of any other significant watercourse or lakebed, sinkhole, or playa lake (measured from the ordinary high-water mark).  Topographic map; Visual inspection (certification) of the proposed site							
Within 300 feet from a permanent residence, school, hospital, institution, or church in existence at the time of initial application.  Visual inspection (certification) of the proposed site; Aerial photo; Satellite image	☐ Yes ☐ No						
Within 500 horizontal feet of a private, domestic fresh water well or spring that less than five households use for domestic or stock watering purposes, or within 1000 horizontal feet of any other fresh water well or spring, in existence at the time of initial application.  NM Office of the State Engineer - iWATERS database; Visual inspection (certification) of the proposed site	Yes No						
Within incorporated municipal boundaries or within a defined municipal fresh water well field covered under a municipal ordinance adopted pursuant to NMSA 1978, Section 3-27-3, as amended.  - Written confirmation or verification from the municipality; Written approval obtained from the municipality	☐ Yes ☐ No						
Within 500 feet of a wetland US Fish and Wildlife Wetland Identification map; Topographic map; Visual inspection (certification) of the proposed site	Yes No						
Within the area overlying a subsurface mine.  - Written confirmation or verification or map from the NM EMNRD-Mining and Mineral Division	☐ Yes ☐ No						
Within an unstable area.  - Engineering measures incorporated into the design; NM Bureau of Geology & Mineral Resources; USGS; NM Geological Society; Topographic map	☐ Yes ☐ No						
Within a 100-year floodplain.	☐ Yes ☐ No						

Waste Excavation and Removal Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each of the following items must be attached to the closure plan. Please indicate, by a check mark in the box, that the documents are attached.  ☐ Protocols and Procedures - based upon the appropriate requirements of 19.15.17.13 NMAC ☐ Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of Subsection F of 19.15.17.13 NMAC ☐ Disposal Facility Name and Permit Number (for liquids, drilling fluids and drill cuttings) ☐ 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 G of 19.15.17.13 NMAC								
Waste Removal Closure For Closed-loop Systems That Utilize 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.								
Disposal Facility Name: _Envirotech,; Carracas SWD #1 Disposal Facility Permit Number:NM-01-0011; API 30-039-24278								
On-Site Closure Plan Checklist: (19.15.17.13 NMAC) Instructions: Each of the following items must be attached to the closure plan. Please indicate,								
by a check mark in the box, that the documents are attached.  Siting Criteria Compliance Demonstrations - based upon the appropriate requirements of 19.15.17.10 NMAC  Proof of Surface Owner Notice - based upon the appropriate requirements of Subsection F of 19.15.17.13 NMAC  Construction and Design of Burial Trench (if applicable) based upon the appropriate requirements of 19.15.17.13 NMAC  Protocols and Procedures - based upon the appropriate requirements of 19.15.17.13 NMAC  Confirmation Sampling Plan (if applicable) - based upon the appropriate requirements of Subsection F of 19.15.17.13 NMAC  Waste Material Sampling Plan - based upon the appropriate requirements of Subsection F of 19.15.17.13 NMAC  Disposal Facility Name and Permit Number (for liquids, drilling fluids and drill cuttings or in case on-site closure standards cannot be achieved)  Soil Cover Design - based upon the appropriate requirements of Subsection H of 19.15.17.13 NMAC  Re-vegetation 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):Pat Sanchez Title:District Engineer								
Signature: Date: 7-16-2008								
e-mail address:psanchez@energen.com Telephone:505.324.4141								
OCD Approval: Permit Application (including closure plan) Closure Plan (only)								
OCD Representative Signature: BL Gell								
Title: EU Jiro/Spec OCD Permit Number:								
Cl. — D ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 ( ) 141 (								
Closure Report (required within 60 days of closure completion): Subsection K of 19.15.17.13 NMAC  Closure Completion Date:								
Closure Completion Date:								
Closure Completion Date: UT Step 8  Closure Method:  Waste Excavation and Removal On-Site Closure Method Alternative Closure Method  If different from approved plan, please explain.								
Closure Completion Date: Closure Completion Date: Closure Nethod:    Waste Excavation and Removal								
Closure Method:  Waste Excavation and Removal On-Site Closure Method Alternative Closure Method  If different from approved plan, please explain.  Closure Report Attachment Checklist: Instructions: Each of the following items must be attached to the closure report. Please indicate, by a check mark in the box, that the documents are attached.  Proof of Closure Notice  Proof of Deed Notice (if applicable)  Plot Plan  Alf Confirmation Sampling Analytical Results								
Closure Method:  Waste Excavation and Removal On-Site Closure Method Alternative Closure Method  If different from approved plan, please explain.  Closure Report Attachment Checklist: Instructions: Each of the following items must be attached to the closure report. Please indicate, by a check mark in the box, that the documents are attached.  Proof of Closure Notice  Proof of Deed Notice (if applicable)  Proof of Deed Notice (if applicable)  Plot Plan  Waste Material Sampling Analytical Results  Waste Material Sampling Analytical Results								
Closure Method:  Waste Excavation and Removal On-Site Closure Method If different from approved plan, please explain.  Closure Report Attachment Checklist: Instructions: Each of the following items must be attached to the closure report. Please indicate, by a check mark in the box, that the documents are attached.  NA Proof of Closure Notice  Proof of Deed Notice (if applicable)  Plot Plan  NA Confirmation Sampling Analytical Results  Waste Material Sampling Analytical Results  Soil Backfilling and Cover Installation								
Closure Method:  Waste Excavation and Removal On-Site Closure Method If different from approved plan, please explain.  Closure Report Attachment Checklist: Instructions: Each of the following items must be attached to the closure report. Please indicate, by a check mark in the box, that the documents are attached.  NA Proof of Closure Notice  Proof of Deed Notice (if applicable)  Plot Plan  Waste Material Sampling Analytical Results  Waste Material Sampling Analytical Results  Soil Backfilling and Cover Installation  NA Re-vegetation Application Rates and Seeding Technique								
Closure Method:  Waste Excavation and Removal On-Site Closure Method Alternative Closure Method  If different from approved plan, please explain.  Closure Report Attachment Checklist: Instructions: Each of the following items must be attached to the closure report. Please indicate, by a check mark in the box, that the documents are attached.  NA Proof of Closure Notice  NA Proof of Deed Notice (if applicable)  NA Confirmation Sampling Analytical Results  NA Confirmation Sampling Analytical Results  Soil Backfilling and Cover Installation  NA Re-vegetation Application Rates and Seeding Technique  SA Site Reclamation (Photo Documentation)								
Closure Method:  Waste Excavation and Removal On-Site Closure Method Alternative Closure Method  If different from approved plan, please explain.  Closure Report Attachment Checklist: Instructions: Each of the following items must be attached to the closure report. Please indicate, by a check mark in the box, that the documents are attached.  NA Proof of Closure Notice  Proof of Deed Notice (if applicable)  NA Plot Plan  NA Confirmation Sampling Analytical Results  Waste Material Sampling Analytical Results  Disposal Facility Name and Permit Number  Soil Backfilling and Cover Installation  NA Re-vegetation Application Rates and Sceding Technique  Stall Site Reclamation (Photo Documentation)								
Closure Method:  Waste Excavation and Removal  On-Site Closure Method  Alternative Closure Method  If different from approved plan, please explain.  Closure Report Attachment Checklist: Instructions: Each of the following items must be attached to the closure report. Please indicate, by a check mark in the box, that the documents are attached.  Dependent of Closure Notice  Proof of Closure Notice  Proof of Deed Notice (if applicable)  Proof of Deed Notice (if applicable)  Documentation Sampling Analytical Results  Disposal Facility Name and Permit Number  Soil Backfilling and Cover Installation  Note Re-vegetation Application Rates and Seeding Technique  Sele Reclamation (Photo Documentation)  On-site Closure Location: Latitude Longitude NAD: 1927 1983  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								
Closure Method:  Waste Excavation and Removal  On-Site Closure Method  Alternative Closure Method  If different from approved plan, please explain.  Closure Report Attachment Checklist: Instructions: Each of the following items must be attached to the closure report. Please indicate, by a check mark in the box, that the documents are attached.  Alternative Closure Method  Closure Report Attachment Checklist: Instructions: Each of the following items must be attached to the closure report. Please indicate, by a check mark in the box, that the documents are attached.  Deproof of Closure Notice  Proof of Closure Notice  Proof of Deed Notice (if applicable)  Plot Plan  Waste Material Sampling Analytical Results  Disposal Facility Name and Permit Number  Soil Backfilling and Cover Installation  Re-vegetation Application Rates and Seeding Technique  Sile Reclamation (Photo Documentation)  On-site Closure Location: Latitude Longitude NAD:   1927   1983								
Closure Method:  Waste Excavation and Removal  On-Site Closure Method  Alternative Closure Method  If different from approved plan, please explain.  Closure Report Attachment Checklist: Instructions: Each of the following items must be attached to the closure report. Please indicate, by a check mark in the box, that the documents are attached.  Dependent of Closure Notice  Proof of Closure Notice  Proof of Deed Notice (if applicable)  Proof of Deed Notice (if applicable)  Documentation Sampling Analytical Results  Disposal Facility Name and Permit Number  Soil Backfilling and Cover Installation  Note Re-vegetation Application Rates and Seeding Technique  Sele Reclamation (Photo Documentation)  On-site Closure Location: Latitude Longitude NAD: 1927 1983  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								
Closure Method:  Waste Excavation and Removal    On-Site Closure Method    Alternative Closure Method    If different from approved plan, please explain.  Closure Report Attachment Checklist: Instructions: Each of the following items must be attached to the closure report. Please indicate, by a check mark in the box, that the documents are attached.  NA Proof of Closure Notice (if applicable)  Proof of Deed Notice (if applicable)  Plot Plan  NA Confirmation Sampling Analytical Results  Disposal Facility Name and Permit Number  Soil Backfilling and Cover Installation  NA Re-vegetation Application Rates and Seeding Technique  Sie Reclamation (Photo Documentation)  On-site Closure Location: Latitude								

#### **Closed-loop Design Plan:**

Our closed loop system will not entail a drying pad, temporary pit, below grade tank or sump. It will entail an above ground tank suitable for holding the cuttings and fluids for rig operations. The tank will be of sufficient volume to maintain a safe free board between disposal of the liquids and solids from rig operations.

- 1) Fencing is not required for an above ground closed-loop system.
- 2) It will be signed in compliance with 19.15.3.103 NMAC.
- 3) A frac tank will be on location to store fresh water.

#### **Closed-loop Operating and Maintenance Plan:**

The closed-loop tank will be operated and maintained; to contain liquids and solids, to aid in the prevention of contamination of fresh water sources, in order to protect public health and the environment. To attain this goal the following steps will be followed:

- 1) The liquids will be vaccumed out and disposed of at the Carracas SWD#1 facility (Disposal API Number 30-039-30168). Solids in the closed-loop tank will be vacuumed out and disposed of at Envirotech (Permit Number NM-01-0011) on a periodic basis to prevent over topping.
- 2) No hazardous waste, miscellaneous solid waste or debris will be discharged into or stored in the tank. Only fluids or cuttings used or generated by rig operations will be placed or stored in the tank.
- 3) The division district office will be notified within 48 hours of the discovery of compromised integrity of the closed-loop tank. Upon the discovery of the compromised tank, repairs will be enacted immediately.
- 4) All of the above operations will be inspected and a log will be signed and dated. During rig operations the inspection will be daily.

### **Closed-loop Closure Plan:**

The closed loop tank will be closed in accordance with 19.15.17.13. This will be done by transporting cuttings and all remaining sludges to Envirotech (Permit Number NM-01-0011) following rig operations. All remaining liquids will be transported and disposed of in the Carracas SWD#1 facility (Disposal API number 30-039-30168). The tanks will be removed from the location as part of the rig move. At time of well abandonment, the site will be reclaimed and re-vegetated to pre-existing conditions when possible.

District 1 1625 N. French Dr., Hobbs, NM 88240 District II

1301 W Grand Avenue Artesia NM 88210

State of New Mexico Energy, Minerals & Natural Resources

Form C-102 Revised October 12, 2005

Submit to Appropriate District Office

District III 1000 Rio Brazos Rd., Aztec, NM 87410					1220 South St. Francis Dr. Santa Fe, NM 87505						State Lease - 4 Copies Fee Lease - 3 Copies			
District IV 1220 S. St. Franc	is Dr., Sa	nta Fe,			'ATIOI					ATION PLA	<sub>T</sub>	AM	MENDED REPORT	
<sup>1</sup> API Number					OCATION AND ACREAGE DEDICAT  Pool Code 71629  BASIN FR					3 Pool Na FRUIT LAW	me	AL		
<sup>4</sup> Property Code					S Property Name						<sup>6</sup> Well Number			
<sup>7</sup> OGRII				<sup>8</sup> Op	erator Na	ime				<sup>9</sup> Elevation				
1629						Corporation				7,035				
10 Surface Location														
UL or lot no.	Section		ownship	Range	Lo	t. Idn		rom the	North/South line	Feet from the	East/We		County	
	26	上	32N	4W		]	79	<u> </u>	South	790	EAST		Riv Aribu	
Bottom Hole Location If Different From Surface														
UL or lot no.			Range			from the North/South line		Feet from the	East/West line		County			
12 Dedicated Acr	es 13.	13 Joint or Infill 14 Consolidati				15 Or	der No.							
NO ALLOW	ABLE V	VILL								17 OPERA I hereby certify the complete to the be organization eithe	TOR C.  at the inform  est of my kno  er owns a wo	ERT nation of whedge rking in	CIFICATION contained herein is true and and helief, and that this interest or unleased mineral	
	<u> </u>		<del> </del>						· · · · · · · · · · · · · · · · · · ·	or has a right to d	rill this well wner of such pling agreem	at this a minu	nosed bottom hole location location pursuant to a location pursuant to a location working interest, or a compulsory pooling order	
										Printed Name			Date s-cheZ	
								LA.	10 83 1 36, 9491 1 107. 21663	I hereby certify th was plotted from j me or under my s and correct to the  Date of Survey	at the well lo	ecation actual and that eclief.	1 the same is true	
								79	) — 7 คช <sup>์</sup> — ช'	Edger  597 Certificate Number	9	15tV	shower.	