District 1 1625 N French Dr., Hobbs, NM 88240 1301 W Grand Avenue, Artesia, NM 88210 District [] 1000 Rio Brazos Road, Aztec, NM 87410 1220 S St Francis Dr , Santa Fe, NM 87505

State of New Mexico Energy Minerals and Natural Resources Départment Oil Conservation Division

1220 South St. Francis Dr. Santa Fe, NM 87505

July 21, 2008 For closed-loop systems that only use above

Form C-144 CLEZ

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 Closure

Instructions: Please submit one application (Form C-144 CLEZ) per individual closed-loop system request. For any application request other than for a 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 hability 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 au		
Operator: Yates Petroleum Corporation	OGRID #: <u>025575</u>	RECEIVED	
Address: 105 South Fourth Street, Artesia, New Mexico 88210		MAY 24 2010	
Facility or well name Parker BAA Com #1		1	
API Number: 30-015-36396 OCD Perm	mit Number: 2/0298	NMOCD ARTESIA	
U/L or Qtr/Qtr H Section 21 Township 18S Rai	nge 25E County: Edd		
Center of Proposed Design: Latitude N32.737680 Longitude			
Surface Owner: Federal State Private Tribal Trust or Indian Allotment			
Closed-loop System: Subsection H of 19.15.17.11 NMAC Operation.			
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: Euch of the following items must be attached to the application. Please indicate, by a check mark in the box that the formers 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			
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: Gandy Marley Disposal Facility Permit Number: NM-01-0019			
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Disposal Facility Name	Disposal Facility Permit Number:		
Disposal Facility Name <u>Lea Land Farm</u> Sundance Services Inc.	Disposal Facility Permit Number.		
Disposal Facility Name Sundance Services Inc. Disposal Facility Permit Number: NM-01-0003 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) 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 NMAC 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			

6 Operator Application Certification:		
I hereby certify that the information submitted with this application is true, accura	ate and complete to the best of my knowledge and belief.	
Name (Frint): Monti Sanders	Title Land Regulatory Technician	
Signature: Manders	Date <u>5/20/2010</u>	
e-mail address: montis@yatespetroleum.com	Telephone: <u>575-748-4244</u>	
7. OCD Approval: Permit Application (including closure plan) Closure Pl	an (only)	
OCD Representative Signature:	Approval Date: 05/25/2010	
Title: Dist IL Sefewisor	OCD Permit Number: 210298	
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. Closure Completion Date: APD WALL MO		
9. Closure Report Regarding Waste Removal Closure For Closed-loop Systems		
Instructions: Please indentify the facility or facilities for where the liquids, drill two facilities were utilized.		
Disposal Facility Name:	Disposal Facility Permit Number:	
Disposal Facility Name:		
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 operation Site Reclamation (Photo Documentation) Soil Backfilling and Cover Installation Re-vegetation Application Rates and Seeding Technique	ons.	
Operator Closure Certification: I hereby certify that the information and attachments submitted with this closure rebelief. I also certify that the closure complies with all applicable closure requirements.		
Name (Print)	Title:	
Signature	Date:	
e-mail address:	Telephone:	