District I 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, Artesia, NM 88210 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

Form C-144 CLEZ

For closed-loop systems that only use above ground steel tanks or haut-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 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.				
1. Operator: OXY USA Inc OGRID #: 16696				
Address:PO BOX 50250 - Midland, TX 79710				
Facility or well name: Lost Tank 4 Federal #9				
API Number: 30 - 015 - 37953 OCD Permit Number: NA 2/05/2				
U/L or Qtr/Qtr _GSection4Township _ 22S Range _ 31 EAST, NMPM _ County: _EDDY				
Center of Proposed Design: Latitude N 32.4209310° Longitude W 103.7797761° NAD: ⊠1927 ☐ 1983				
Surface Owner: ☑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 ☑ 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 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.				
Disposal Facility Name: Control Recovery Inc. Disposal Facility Permit Number: R9166				
Disposal Facility Name: Sundance Landfill Disposal Facility Permit Number: NM-01-003 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 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): Camilo Arias A Collaboration Title: Drilling Engineer				
Signature: Date: CIT 17/2007				
c-mail address:Camilo_Arias@oxy.com				

OCD Approval: Dermit Application (including closure plan) Closure P	lan (only)				
OCD Representative Signature: New L Nach	<u> </u>	proval Date: 07/07/2010			
Title: DIST A Supervisor	OCD Permit Number:				
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:					
9. <u>Closure Report Regarding Waste Removal Closure For Closed-loop Systems</u> Instructions: Please indentify the facility or facilities for where the liquids, dril two facilities were utilized.					
Disposal Facility Name:	Disposal Facility Permit Nur	nber:			
Disposal Facility Name:	Disposal Facility Permit Nun	ber:			
Were the closed-loop system operations and associated activities performed on or Yes (If yes, please demonstrate compliance to the items below) No	in areas that will not be used for	r future service and operations?			
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	ions:				
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):	Title:				
Signature:					
e-mail address:	Telephone:				
	*				



New Mexico Drilling Daily Circulating System Inspection For Closed Loop Systems

Inspection Date Time By Whom Any drips or leaks from steel tanks, lines or pumps not disposed of in system? Explain. Rig Demobe Date: Has any hazardous waste been disposed of in system?	Wellname:	ne:		Permit #:		Rig Mobe D	ate:	
Inspection Date Time By Whom Any drips or leaks from steel tanks, lines or pumps not disposed of in system? Explain. Has any hazardous waste been disposed of in system?	County:						Rig Demobe	e Date:
	Inspection D	Pate	Time	By Whom	Any drips or leaks from contained?* Explain.	n steel tanks, lines or	pumps not	Has any hazardous waste been disposed of in system?

	NM Daily Circulating System Inspection - Closed loop
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All circulating systems to be inspected DAILY during drilling operations.

*Any leak of the steel tanks, lines or pumps shall be reported to the NMOCD and repaired within 48 hours.