District I.
1625 N. French Dr., Hobbs, NM 88240
District II.
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 closed-loop systems that only use above ground steel tanks or had-off bins and propose to implement waste removal for closure, submit

Form C-144 CLEZ

July 21, 2008

NM 87505 Santa Fe, NM 87505 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: X 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. XTO Energy, Inc. Operator: ___ _____ OGRID#: __005380 Address: 200 N. Loraine, Suite 800 Remuda Basin State 010 Facility or well name: ___ API Number: 30-015-28422 OCD Permit Number: U/L or Qtr/Qtr F Section 23 Township 23S Range 30E County: EDDY Center of Proposed Design: Latitude NAD: 1927 1983 Surface Owner: Federal X State Private Tribal Trust or Indian Allotment X Clased-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 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. 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: Sundance Services, Inc. __ Disposal Facility Permit Number: __NM-01-0003 ____ 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) X No

Form C-144 CLEZ

e-mail address: patty urias@xtoenergy.com

Operator Application Certification:

Name (Print): Patty Urias

Required for impacted areas which will not be used for future service and operations:

Oil Conservation Division

I hereby certify that the information submitted with this application is true, accurate and complete to the best of my knowledge and belief.

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

Page 1 of 2

Title: Regulatory Analyst

Telephone: 432-620-4318

__ Date: __

12/14/10



Closure Report

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

Disposal Facility Name:

Sundance Services, Inc.

Disposal Facility Permit Number:

NM-01-0003

Operating and Maintenance Procedure:

- Will submit C-144 (short form) to OCD to get permit to set steel tank at well location to be used to collect fluid during workover.
- When permit received from OCD, steel tank will be set at well location prior to work performed (without any type of liner).
- Operator will do daily visual tank inspection to locate any leak that might cause soil or ground water contamination.
- If leak is detected the OCD will be notified immediately.

Closure Plan - based upon the appropriate requirements of Subsection C:

Solids and Fluids will be removed from steel tanks and hauled off by trucking companies. They will then be taken to the closest approved public disposal: See C-144 Form - (Sundance Services, Inc. - Disposal Facility Permit No. NM-01-0003)

