District I • 
25 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 Form C-144 CLEZ July 21, 2008

For closed-loop systems that only use above 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

| •                                    |                        | Josea-Loop Bysi                                       |                         |                   |                    |                  | <del></del>  |            |
|--------------------------------------|------------------------|---|-------------------------|-------------------|--------------------|------------------|--|------------|
|                                      | (that only use ab      | <u>ove ground steel tanks</u>                         | <u>or haul-off bin.</u> | <u>s and prop</u> | ose to impleme     | ent waste rem    | <u>oval for closure)</u>   |            |
|                                      |                        | Type  | of action:              | ] Permit [        | ☑ Closure          |                  |  |            |
|                                      |                        |   |                         |                   |                    |                  | ation request other than for a<br>ure, please submit a Form C-144.       |            |
| nvironment. No                       |                        |   |                         |                   |                    |                  | face water, ground water or the ority's rules, regulations or ordinances | <b>;</b> . |
| 1.                                   |                        | ·   |                         | CDID #            | 6127               |                  |  |            |
| Operator:                            |                        | action Company, L.P.                                  | Ü                       | GRID #:           | 6137               |                  |  |            |
| Address:                             | PO Box 250, Artesia    | ı, NM 88211   |                         |                   |                    |                  |  |            |
| Facility or well                     | name: Cotton Drav      | / 10 Fed Com #2H                                      |                         |                   |                    |                  |  |            |
| API Number:                          | 30-015-39230           | OCI   | ) Permit Numbe          | r: 211744         |                    |                  |  |            |
| U/L or Qtr/Qtr:                      | A Section: 10          | Township: 25S   | Range: 3                | 1 E               | County:            | Eddy             |  |            |
|                                      |                        | eLongitude  |                         |                   | 927 🗌 1983         |                  | RECEIVED   |            |
| Surface Owner                        | : M Federal M State    | Private Tribal Tru                                    | st or Indian Allo       | otment            |                    |                  |  |            |
|                                      |                        |   |                         |                   |                    |                  | JUL <b>2 3</b> 2012  |            |
|                                      |                        |   |                         |                   |                    |                  | NMOCD ARTESIA  |            |
|                                      |                        |   |                         |                   |                    |                  | TAIN COD THE LEGIST  |            |
|                                      |                        |   |                         |                   |                    |                  |  |            |
| 2                                    |                        |   |                         |                   |                    |                  |  | =          |
| Closed-loop                          | Svstem: Subsecti       | on H of 19.15.17.11 NM                                | AC                      |                   |                    |                  |  |            |
|                                      |                        |   |                         | ties which r      | require prior app  | roval of a perm  | it or notice of intent) P&A  |            |
|                                      | and Steel Tanks or     |   |                         |                   |                    |                  |  |            |
| 3.                                   |                        |   |                         |                   |                    |                  |  |            |
| <del></del>                          | etion C of 19.15.17.1  |   |                         |                   |                    |                  |  |            |
|                                      |                        | Operator's name, site loc                             | ation, and emerg        | gency teleph      | one numbers        |                  |  |            |
| ⊠ Signed in co                       | ompliance with 19.15   | 5.3.103 NMAC  |                         |                   |                    |                  |  |            |
|                                      |                        | ication Attachment Chec<br>g items must be attached   |                         |                   |                    | eck mark in the  | e box, that the documents are  |            |
| Design P                             |                        | appropriate requirements                              |                         |                   |                    |                  |  |            |
|                                      |                        | lan - based upon the appropriate                      |                         |                   |                    | £ 10 15 17 0 N   | MAC and 19.15.17.13 NMAC   |            |
| <del></del>                          | ` .                    | tach copy of design)                                  | API Number:             | in ements of      | Subsection C (     | 11 19.13.17.9 19 | WIAC and 19.19.17.13 WWAC  |            |
|                                      |                        | and Maintenance Plan                                  | API Number: _           |                   |                    |                  |  |            |
| 5.                                   | Approved Operating     | and ividincendince i idii                             | 7ti i i tullioci.       |                   |                    |                  |  | =          |
|                                      |                        | ed-loop Systems That Ut                               |                         |                   |                    |                  |  |            |
| Instructions: I<br>facilities are re |                        | acility or facilities for the                         | disposal of liqu        | uds, drilling     | g fluids and drill | cuttings. Use    | attachment if more than two  |            |
| Disposal Faci                        |                        | CRI   |                         |                   | sal Facility Perm  |                  | NM-01-0006   |            |
| Disposal Faci                        | lity Name:             | Sundance Services                                     |                         | Dispo             | sal Facility Pern  | nit Number:      | NM-01-3-0  |            |
|                                      |                        | p system operations and a confirmation below)         |                         | ies occur on      | or in areas that   | will not be used | I for future service and operations?                                     |            |
|                                      |                        | will not be used for future                           |                         |                   |                    |                  |  |            |
| Re-veget                             | tation Plan - based up | on Specifications based<br>on the appropriate require | ements of Subsec        | ction I of 19     | 0.15.17.13 NMA     | C                | 15.17.13 NMAC  |            |
| ☐ Site Rec                           | iamation Plan - basec  | I upon the appropriate req                            | uirements of Sul        | osection G o      | ot 19.15.17.13 N   | MAC              |  |            |

| Operator Application Certification:  |  |                                 |  |  |  |  |  |  |  |  |
|--|--|---------------------------------|--|--|--|--|--|--|--|--|
| I hereby certify that the information submitted with this application is   | s true, accurate and complete to the be  | st of my knowledge and belief.  |  |  |  |  |  |  |  |  |
| Name (Print):  | Title:   |                                 |  |  |  |  |  |  |  |  |
| Signature:   | Date:  |                                 |  |  |  |  |  |  |  |  |
| e-mail address:  | Telephone:   |                                 |  |  |  |  |  |  |  |  |
| 7. OCD Approval: Permit Application (including closure plan) D Closure Plan (only)   |  |                                 |  |  |  |  |  |  |  |  |
| OCD Representative Signature: Approval Date: 8/6/12  |  |                                 |  |  |  |  |  |  |  |  |
| Title: Sign of Sylewis   | OCD Permit Number:   | 21744                           |  |  |  |  |  |  |  |  |
| 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. |  |                                 |  |  |  |  |  |  |  |  |
|  |  | on Date: 5/29/2012              |  |  |  |  |  |  |  |  |
| 9.   |  |                                 |  |  |  |  |  |  |  |  |
| 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: Paduco Fed #1 Disposal Facility Name: West Jal #1 Disposal Facility Name: Brown #5   | Disposal Facility Permit Number:<br>Disposal Facility Permit Number:<br>Disposal Facility Permit Number: | SWD-1264<br>SWD-272-0<br>R-5196 |  |  |  |  |  |  |  |  |
| 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 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): Denise Menoud  | Title:   | Admin Support 4                 |  |  |  |  |  |  |  |  |
| Signature: A. Mensud   | Date:  | 7/17/2012                       |  |  |  |  |  |  |  |  |
| e-mail address: <u>Denise.Menoud@dvn.com</u>   | Telepho  | one: 575-746-5544               |  |  |  |  |  |  |  |  |