District I 1625 N. French Dr., Hobbs, NM 88240 BBS OCD

State of New Mexico Energy Minerals and Natural Resources Department

Form C-144 CLEZ July 21, 2008

District II 1301 W. Grand Avenue, Artesia, NM 88210 1000 Rio Brazos Road, Aztec, NM 874 ND District W

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

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.

District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505

Closed-Loop System Permit or Closure Plan Application

(that only use above ground steel tanks or haul-off bips 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 s<br>environment. Nor does approval relieve the operator of its responsibility to comply with  | h any other applicable governmental authority's rules, regulations or ordinances.        |  |
|--|--|--|
| ı. Operator: Apache Corporation  | OGRID #: 873   |  |
| Address: 303 Veterans Airpark Lane, Suite 3000 Midland, TX 79705  Facility or well name: Warlick, L.G. C #5  |  |  |
| Facility or well name: Warlick, L.G. C #5  |  |  |
| API Number: 30-025-06596 OCD I   | Permit Number:   |  |
| API Number: 30-025-06596  U/L or Qtr/Qtr O Section 15 Township 21S  Center of Proposed Design: Latitude Long   | Range 37E County: Lea  |  |
| Center of Proposed Design: LatitudeLong  | itudeNAD: 🔲 1927 🔲 1983  |  |
| Surface Owner:  Federal State Private Tribal Trust or Indian Allotma   | ent '  |  |
| 2.    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  |  |  |
| 3.  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: |  |  |
| 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.  Sundance   |  |  |
| Disposal Facility Name: Sundance  Disposal Facility Name: Controlled Recovery Inc (CRI)  | Disposal Facility Permit Number: NM-01-0003  Disposal Facility Permit Number: NM-01-0006 |  |
| Will any of the proposed closed-loop system operations and associated activities  ☐ 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, accur  | ate and complete to the best of my knowledge and belief.                                 |  |
| Name (Print): Reesa Holland  | Title: Sr. Engr Tech   |  |
| Signature: Klesa Holland   | Date: 03/03/2011   |  |
| e-mail address: Reesa.Holland@apachecorp.com   | Telephone: 432/818-1062  |  |

Form C-144 CLEZ

Oil Conservation Division

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| OCD Approval: Permit Application (including closure plan) Closure Plan (only)  Geologist   |   |  |
|--|---|--|
| OCD Representative Signature:  | Approval Date:  |  |
| Title:   | OCD Permit Number: P1-03048                                       |  |
| 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: 4 17 201 |   |  |
| 9. <u>Closure Report Regarding Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Steel Tanks or Haul-off Bins Only:</u> 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:  | Disposal Facility Permit Number: WM-01-0006                       |  |
| Disposal Facility Name:  | Disposal Facility Permit Number:                                  |  |
| 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 future service and operations? |  |
| Required for impacted areas which will not be used for future service and operate  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): REESA HOUAND   | Title: SR ENGR TECH   |  |
| e-mail address: Reesa. Holland @ apachocorp. Com   | Telephone: 432-818-1062   |  |

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