

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
RECEIVED Minerals and Natural Resources
Department
JUN 14 2011 Oil Conservation Division
1220 South St. Francis Dr.
HOBBS, 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

(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: Harvard Petroleum Co., LLC OGRID #: 010155
Address: P.O. Box 936, Roswell, NM 88202-0936
Facility or well name: James Federal #1
API Number: 30-025-31515 OCD Permit Number: PI-03359
U/L or Qtr/Qtr O Section 29 Township 23S Range 32E County: Lea
Center of Proposed Design: Latitude 32.27047758 Longitude -103.694058923 NAD: ☒ 1927 ☐ 1983
Surface Owner: ☒ Federal ☐ State ☐ Private ☐ Tribal Trust or Indian Allotment

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

4.
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: _____

5.
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 identify 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: James Federal #1 Disposal Facility Permit Number: SWD-486
Disposal Facility Name: _____ 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) ☒ 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, accurate and complete to the best of my knowledge and belief.
Name (Print): Jeff Harvard Title: Manager
Signature: [Signature] Date: 6/7/11
e-mail address: jharvard@hpcnm.com Telephone: 575-208-7135

JUN 21 2011

OK

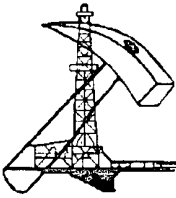
7. **OCD Approval:** ☐ Permit Application (including closure plan) ☒ Closure Plan (only)
OCD Representative Signature: [Signature] Approval Date: 6-14-2011
Title: Staff Manager OCD Permit Number: P1-03359

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: 6/8/11

9. **Closure Report Regarding Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Steel Tanks or Haul-off Bins Only:**
Instructions: Please identify 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: James Federal #1 Disposal Facility Permit Number: SWD-486
Disposal Facility Name: _____ Disposal Facility Permit Number: _____
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

10. **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): Jeff Harvard Title: Manager
Signature: [Signature] Date: 6/8/11
e-mail address: jharvard@hpcnm.com Telephone: 575-208-7135

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HARVARD PETROLEUM COMPANY, LLC

200 East Second Street • P.O. Box 936 • Roswell, NM 88202-0936 • (575) 623-1581 • Fax (575) 622-8006

Closed-loop System Permit Application Attachment James Federal #1 SWD

Design Plan:

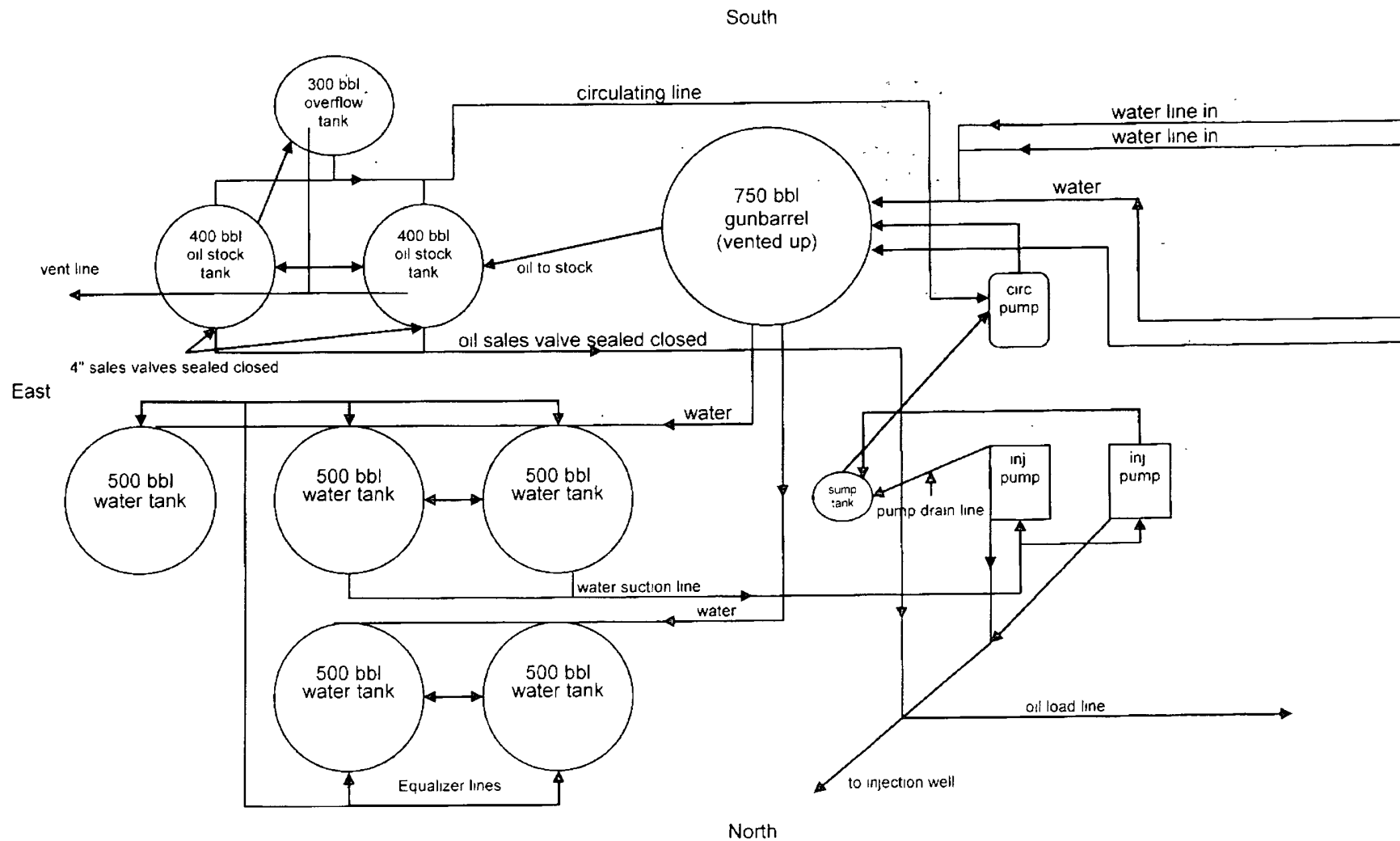
A Basic Energy vacuum truck will be tied onto the casing and/or tubing as needed to draw off any fluid while TOH and TIH with tubing and will pump all fluid back into the gunbarrel and water holding tanks that are on location (see location diagram).

Operating and Maintenance Plan:

The vac truck and all lines will be monitored for any leaks. If a leak is discovered, it will be promptly shut in and replaced and the affected area remediated.

Closure Plan:

The vac truck and all lines will be removed after the workover is completed.



James Federal #1 SWD Tank Battery and Facilities
Harvard Petroleum Company, LLC - Operator
Unit O, 29-23S-32E West Triste Draw
Fed Lease - NMNM0559539

Site Security plan located at HPC offices, 200 E 2nd Roswell, NM