District L 1625 N. French Dr., Hobbs, NM District II 1301 W. Grand Avenuc, Artesia, App 892 7 2011 District III 1000 Rio Brazos Road, Aztec, NM 87410 District IV 1220 S. St. Francis Dr., Santa Fe, Night Carlot

State of New Mexico Energy Minerals and Natural Resources 6 20%

Form C-144 CLEZ July 21, 2008

Department

Santa Fe, NM 87505

Oil Conservation Division For closed-loop systems that only use above 1220 South St. Francis Dr.

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For closed-loop systems that only use above 1220 South St. Francis Dr. 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

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.

Operator: Rnergen Resources Corporation	OGRID#: <u>162928</u>	
Address: 3300 N. 'A', Bldg 4, Ste 100, Midland, TX 7	9705	
Facility or well name: State T Well No. 1		
API Number: 30-025-35922	OCD Permit Number: \$1-03159	
U/L or Qtr/Qtr Section 5 Township	15S Range 33E County: Lea	
Center of Proposed Design: Latitude	Longitude 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		
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: Subsectinstructions: Each of the following items must be attached to the application attached. Design Plan - based upon the appropriate requirements of 19.15.17.11 N Operating and Maintenance Plan - based upon the appropriate requirements Closure Plan (Please complete Box 5) - based upon the appropriate requirements Previously Approved Design (attach copy of design) API Numb Previously Approved Operating and Maintenance Plan API Numb	MAC entropy of Subsection C of 19.15.17.9 NMAC and 19.15.17.13 NMAC err.	
5. Wasto Removal Closure For Closed-loop Systems That Utilize Above Gr Instructions: Please indentify the facility or facilities for the disposal of liquifacilities are required. Disposal Facility Name: DRD, LLC	ids, drilling fluids and drill cuttings. Use attachment if more than two	
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)		
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): Tracie J Cherry	Title: Asst Supv Regulatory/Admin	
Signature:	Date: 04-26-11	
e-mail address:	Telephone:432/684-3692	

Form C-144 CLEZ

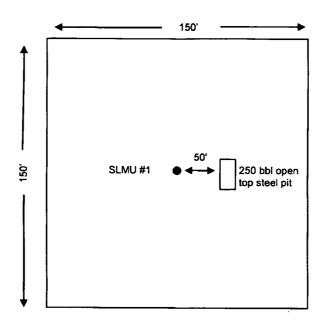
Oil Conservation Division

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7. OCD Approval: Permit Application (facluding slosure plan) Closure	e Plan (only)	
OCD Representative Signature:	Approval Date: 4-28-2011	
Title: STATE MAGAS OCD	Permit Number: <u>P1-03159</u>	
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: 05-23-//	
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: Disposal Facility Permit Number: 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) 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): Tracie J Cherry	Title: Asst Supv Regulatory/Admin	
-/ / A	Date: 07/05/11	
e-mail address:	Telephone: 432/684-3692	

ECE 7-7-2011

Energen Resources Corporation State T Well No. 1 30-025-35922 Section 5, T15S, R33E Lea County, New Mexico



All distances approximate Not to scale