HOBBS OCD

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 District II

811 S. First St., Artesia, NM 88210

District III 1000 Rio Brazos Road, Aztec, NM 87410 District IV

1220 S. St. Francis Dr., Santa Fe, NM 87505 RECEIVED

State of New Mexico

AUG 0 5 2011 Department

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

Revised August 1, 2011

Form.C-144 CLEZ

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 on	ly use al	bove.	ground	steel	tank.	or i	haul	-off	bins	and	prop	ose i	to i	imp	lement	wast	<u>e removal</u>	tor	r cle	osure)

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.									
Operator: LINN Operating, Inc. OGRID #: 269324									
Address: 600 Travis Street, Suite 5100 Houston, Texas 77002									
Facility or well name: Langlie Mattix Queen Unit #011 API Number: 30-025-11607 OCD Permit Number: P1-03553									
U/L or Qtr/Qtr B Section 15 Township 258 Range 37E County: Lea									
Center of Proposed Design: Latitude <u>32.1357225317371</u> Longitude <u>-103.148630601801</u> 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									
212"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: ☐ 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: CRI (Control Recovery Inc.) Disposal Facility Permit Number: NM01-0019									
Disposal Facility Name: Gandy-Marley Disposal Disposal Facility Permit Number: NM01-0003									
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									
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): Terry B. Callahan Title: Regulatory Specialist III									
Signature: Stry B. Callaton Date: 8/3/2011									
e-mail address: TCallahan@linnenergy.com Telephone: 281-840-4272									

7. OCD Approval: Permit Application (including closure plan) Closure Plan (only)							
OCD Representative Signature: Wall Whiteham Approval Date: 08-05-201							
Title: Comphance Officer	OCD Permit Number: <u>P1-03553</u>						
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:							
9. Closure Report Regarding Wasta Removal Closure For Closed Ioan System	That Hilling Above Cround Steel Tonks on Haul off Pine Only						
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 Name:							
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 operated 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):	Title:						
Signature:	Date:						
e-mail address:	Telephone:						

LINN OPERATING, INC.

LANGLIE MATTIX QUEEN UNIT #011

UNIT B, SEC 15, T-25-S, R-37-E

LEA COUNTY, NM

API#: 30-025-11607

Item #4 Form C-144 CLEZ Attachment

Equipment & Design:

D&L Meters and Instrument Service, Inc. will use a closed loop system in the workover of this well. The following equipment will be on location:

(1) 500 bbl steel tank

Operations & Maintenance

During each day of operation, the rig's crew will inspect and closely monitor the fluids contained within the steel tank and visually monitor any release that may occur. Should a release, spill or leak occur, the NMOCD District 1 office Hobbs (575-393-6161) will be notified, as required in the NMOCD's rule 19.15.29.8.

Closure

After workover operations, fluids and solids will be hauled and disposed at CRI's (Control Recovery Inc.) location, permit number NM 01-0019. Secondary site will be Gandy-Marley Disposal, permit number NM 01-0006.