District I 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

Energy Minerals and Natural Resources State of New Mexico

Department MAR I 3 2012Oil Conservation Division 1220 South St. Francis Dr. RECEIVED Santa Fe, NM 87505

Revised August 1, 2011 For closed-loop systems that only use above

Form C-144 CLEZ

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	l propose to	implement	waste remov	al for	r closure
	Tuna of actions		-	-			

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. Light a grant of this acquest door not relieve the granter of lightlifty should prove the grant in allusing of quefee queter grant water on 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: LANSON OPKRATING LLC OGRID#: 270358° Address: P.O. BOX 52667, MINLARY, TX 79716 Facility or well name: BRYAN NO.						
Address: P.O. BOX 52667, MIDLAND, TX 79716						
Facility or well name: BRYAN NO. /						
API Number: 30.025-28598 / OCD Permit Number: 1-4311						
U/L or Qtr/Qtr B Section 13 Township 195 Range 35 E 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 19.15.16.8 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:						
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						
Disposal Facility Name: Disposal Facility Permit Number:						
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): PANYUIF LAWSON Title: MANAGYZ						
Signature: 1 Mm Date: 3 - 13 - 12						
e-mail address: PLLA SONE AOZ COM Telephone: 432-556-0797						

7. OCD Approval: Permit Application (including closure plan) Closure P	lan (only)				
OCD Representative Signature:	Approval Date: 03/14/12				
Title:	OCD Permit Number: PI-D43[]				
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:					
9. Closure Report Regarding Waste Removal Closure For Closed-loop Systems Instructions: Please indentify the facility or facilities for where the liquids, drift two facilities were utilized.					
Disposal Facility Name:	Disposal Facility Permit Number:				
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 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):					
Signature:	Date:				
e-mail address:	Telephone:				

Lawson Operating, LLC

Bryan No. 1

Closed Loop System

Design Plan:

Equipment list:

- 2- steel tanks-500 barrel nominal capacity placed over HD polyethylene liner
- 1-steel reverse pit with plastic under cuttings area

Operation and Maintenance:

Pits will be monitored each time fluid is added or removed to prevent any spills.

Any leak will be repaired and/or contained immediately

NMOCD will be notified within 48 hours of any spill

Remediation and cleanup process will be started as soon as possible.

Closure plan:

During and at the conclusion of workover operations all fluids will be hauled off to an approved fluids disposal facility

All cuttings will be hauled to an approved disposal site.