District L -1625 N. French Dr., Hobbs, NM 88240 HOBBS OCE hergy Minerals and Natural Resources District II 1301 W. Grand Avenue, Artesia, NM 88210

1000 Rio Brazos Road, Aztec, NM 870 GT 2 1 2011

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

District III

State of New Mexico

Department Oil Conservation Division 1220 South St. Francis Dr. July 21, 2008

Form C-144 CLEZ

or 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

Santa Fe, NM 87505

(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 Operator: XTO Energy, Inc. 200 N. Loraine, Suite 800, Midland, TX 79701 Eunice Monument South Unit #425 Facility or well name: ____ OCD Permit Number: 4 API Number: 30-025-30452 Township 21S Range 36E County: U/L or Qtr/Qtr___ Section ____ Lea ___ Longitude _ NAD: □1927 □1983 Center of Proposed Design Latitude ___ Surface Owner: Federal State Private Tribal Trust or Indian Allotment 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: 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 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 _____ Disposal Facility Permit Number: NM01-0006 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) X 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. Title: Regulatory Analyst 10/20/2011 Signature. Date:

Form C-144 CLEZ

e-mail address: sharon hindman@xtoenergy.com

Oil Conservation Division

Page 1 of 2

432-620-6741

Telephone: ___

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OCD Approval: Permit	Application (including closure plan)	Closure Plan (only)	
OCD Representative Signature: Approval Date: 10-24-2011			
Title: STATE	if next	OCD Permit Number:	1-03828
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. [X] Closure Completion Date: 04/29/12			
9			
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. G.A. Disposal Facility Name:CI	ANDY MARLEY	Disnocal Facility Permit Nu	NM 01-0019 mber: NM 01-0006
· · · · · · · · · · · · · · · · · · ·	UNDANCE	Disposal Facility Permit Nu	NM 01 0003
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 w Site Reclamation (Photo Doc Soil Backfilling and Cover In Re-vegetation Application Ra	nstallation	ations·	
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): DAVID A	. EYLER	Title:AGE	NT
Signature:	A. & Q	Date:04/	30/12
e-mail address:deyler(@milagro-res.com	Telephone: 4 3	2.687.3033-

ELG 5-3-2012