

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

HOBBS OCD

State of New Mexico  
Energy Minerals and Natural Resources

Form C-144 CLEZ  
Revised August 1, 2011

JUN 04 2012

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

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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 NMOC 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: **VPR Operating, LL.C.** OGRID #: **266091**  
Address: **1406 Camp Craft Road, Suite 106, Austin, TX 78746**  
Facility or well name: **Malmar Unit # 212**  
API Number: **30-025-00521** OCD Permit Number: **91-04707**  
U/L or Qtr/Qtr **L** Section **12** Township **17S** Range **32E** County: **Lea**  
Center of Proposed Design: Latitude **32.846335** Longitude **-103.726416** 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 19.15.16.8 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: \_\_\_\_\_

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: **Gandy-Marley** Disposal Facility Permit Number: **NM01-0019**  
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): **Robert B. Pollen, Sr.** Title: **President**  
Signature: **[Signature]** Date: **05/31/12**  
e-mail address: **Bob@vproperating.com** Telephone: **512-327-8774**

7. **OCD Approval:** ☐ Permit Application (including closure plan) ☐ Closure Plan (only)

OCD Representative Signature: \_\_\_\_\_

Approval Date: 6/6/2012

Title: Compliance Officer

OCD Permit Number: P1-04707

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 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: \_\_\_\_\_ 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 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): \_\_\_\_\_ Title: \_\_\_\_\_

Signature: \_\_\_\_\_ Date: \_\_\_\_\_

e-mail address: \_\_\_\_\_ Telephone: \_\_\_\_\_

**VPR Operating, L.L.C.  
Malmar Unit # 212  
API # 30-025-00521  
Lea County, New Mexico**

**EQUIPMENT DESIGN**

**VPR Operating, L.L.C. will use a closed loop system in the plug and abandonment of the above well. The following equipment will be on location.**

**Steel Pit  
130 bbl Vacuum truck**

**OPERATION AND MAINTENANCE**

**During each day of operations, the crew will inspect and 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 NMOCD rule 19.15.29.8**

**CLOSURE**

**After plugging operations are complete, all fluids and any solids will be hauled to Gandy Marley  
Permit # NM01-0019**

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MAY 29 2012

BY: .....

Pueblo West Consulting Service  
125 Greathouse Village  
Decatur, TX 76234  
432-934-7680 cell or text  
940-627-0086 fax  
email; [billy@pwllc.net](mailto:billy@pwllc.net)  
[www.pwllc.net](http://www.pwllc.net)

VPR Operating, L.L.C.

Signatures, email address and dates are needed on the NMOCD form C103 and on the form C144 CLEZ. The sent to the NMOCD District 1 office in Hobbs, New Mexico 1625 N. French Drive, zip code 88240.

Thanks

A handwritten signature in cursive script that reads "Billy E. Prichard". The signature is fluid and written in dark ink.

Billy (Bill) E. Prichard