1625 N. French Dr., Hobbs, NM 88240 1301 W. Grand Avenue, Arthan, TM28270 2008 District II District III 1000 Rio Brazos District IV 1220 S. St. Francis Driv

State of New Mexico Energy Minerals and Natural Resources

Form C-144 CLEZ July 21, 2008

Department For closed-loop systems that only use above Oil Conservation Division FOB Fraund 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: X 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:XTO Energy, IncOGRID #:005380   |
| Address:200 N. Loraine, Ste. 800 Midland, TX 79705  |
| Facility or well nameEunice Monument South Unit #554  |
| API Number: 30-025-34845 OCD Permit Number: Pl - DOG [  |
| U/L or Qtr/Qtr _L Section31 Township _T-20S Range R-37E County:Lea  |
| Center of Proposed Design: Latitude Longitude NAD: \[ \square 1927 \square 1983   |
| Surface Owner. Federal X State Private Tribal Trust or Indian Allotment   |
| X Closed-loop System: Subsection H of 19.15.17.11 NMAC Operation: Drilling a new well X Workover or Drilling (Applies to activities which require prior approval of a permit or notice of intent) P&A X 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  X 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.  X Design Plan - based upon the appropriate requirements of 19.15.17.11 NMAC  X Operating and Maintenance Plan - based upon the appropriate requirements of 19.15.17 12 NMAC  X 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 facilities are required.  |
| Disposal Facility NameSundance Services, Inc Disposal Facility Permit Number:NM-01-0003   |
| 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   |
| 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): Kristy Ward   Title: Regulatory Analyst   |
| Signature Date October 23, 2008   |
| e-mail address: kristy ward@xtoenergy.com Telephone: 432-620-6740   |

| • 1   |  |  |
|---|--|--|
| OCD Approval: Permit Application (including closure plan) Closure F   | NOV 0 3 2008   |  |
| OCD Representative Signature:   | Approval Date:   |  |
| Title: OC DESTRICT SUPERVISOR/GENERAL MANAGEF   | OCD Permit Number: PI-00bll  |  |
| 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: //- /2 - 09                                       |  |
| 9.  |  |  |
| Closure Report Regarding Waste Removal Closure For Closed-loop Systems  | s That Utilize Above Ground Steel Tanks or Haul-off Bins Only:             |  |
| Instructions: Please indentify the facility or facilities for where the liquids, dri  | lling fluids and drill cuttings were disposed. Use attachment if more than |  |
| Dignocal Familie, Name: Sundance Services Inc.  | Disposal Facility Permit Number: NM - 01 - 000 3                           |  |
| two facilities were utilized.  Disposal Facility Name:  Disposal Facility Name:  Worst he closed loop system experienced experienced experienced.   |  |  |
| 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 operat  | ions:  |  |
| ☐ 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 requirer   | nents and conditions specified in the approved closure plan.               |  |
| Name (Print). Kristy WAR  |  |  |
|   | True   |  |
| Signature: Kwith Ward   | Title: Regulatory Analyst  Date: 3-30-09                                   |  |
| e-mail address: Kristy- ward extrenergy , com   | Telephone: 432-620- 6740   |  |
|   |  |  |
|   |  |  |
|   |  |  |

Carry W. Lil

DISTRICT 1 SUPERVISOR

APR 27 2009



## Closure Report

Solids and Fluids were removed from steel tanks and hauled off by trucking companies and taken to.

Disposal Facility Name:

Sundance Services, Inc.

Disposal Facility Permit Number:

NM-01-0003