Form C-144 CLEZ July 21, 2008

State of New Mexico

Energy Minerals and Natural Resources 2 0 7000

Department

Oil Conservation Division BS to inflement waste removal for closure, submit to the appropriate NMOCD District Office.

## Closed-Loop System Permit or Closure Plan Application

(that only use above ground s	<u>eel tanks or haul-off bins and</u>	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 tenvironment. Nor does approval relieve the operator of its responsibility to comply with any other applicable governmental authority's rules, regulations or or	he dinances			
	manecs.			
Operator:XTO Energy, IncOGRID #:005380				
Address:200 N. Loraine, Ste. 800 Midland, TX 79705	<del></del>			
Facility or well name:Eunice Monument South Unit #410				
API Number:30-025-30281 OCD Permit Number: PL- 00524				
U/L or Qtr/Qtr _ J Section18 Township _T-21S Range R-36E County:Lea				
Center of Proposed Design: Latitude Longitude NAD: 1927	983			
Surface Owner: X Federal State Private Tribal Trust or Indian Allotment				
<ul> <li>X Closed-loop System: Subsection H of 19.15.17.11 NMAC</li> <li>Operation:  Drilling a new well X Workover or Drilling (Applies to activities which require prior approval of a permit or notice of intent) P&amp;A</li> <li>X Above Ground Steel Tanks or  Haul-off Bins</li> </ul>				
3. Signs: Subsection C of 10 15 17 11 NIMAC				
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				
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.  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:				
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: Sundance 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: Ruity Ward Date: September 23, 2008				
e-mail address: kristy ward@xtoenergy.com Telephone: 432-620-6740				
Form C-144 CLE7 Oil Concern size Division				

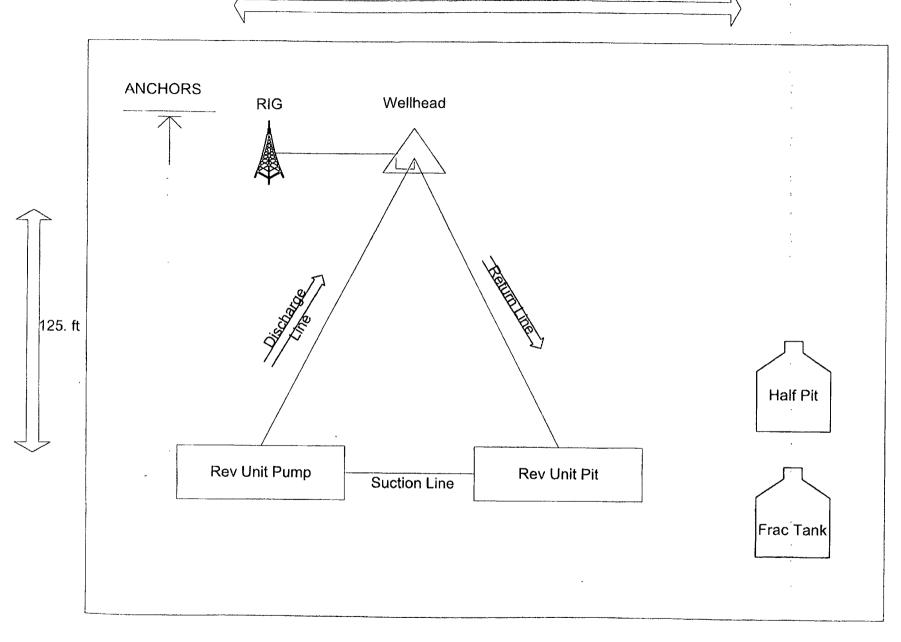
OCD Approval: Permit Application (including closure plan) Closure P	lan (only) 0 C T 0 1 2008		
OCD Representative Signature:	Approval Date:		
Title:CC.FED REPESENTATIVE TO THE PROPERTY OF THE PROPE	OCD Permit Number: <u>P1-00524</u>		
Subsection K of 19.15 17.13 NMAC  Instructions: Operators are required 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. <u>Closure Report Regarding Waste Removal Closure For Closed-loop Systems</u> Instructions: Please indentify the facility or facilities for where the liquids, dril two facilities were utilized.	That Utilize Above Ground Steel Tanks or Haul-off Bins Only: ling fluids and drill cuttings were disposed. Use attachment if more than		
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) \( \subseteq \text{No} \)			
Required for impacted areas which will not be used for future service and operation:  Site Reclamation (Photo Documentation) Soil Backfilling and Cover Installation Re-vegetation Application Rates and Seeding Technique	ons:		
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:		

## **Operating and Maintenance Procedure:**

- Will submit C-144 (short form) to OCD to get permit to set steel tank at well location to be used to collect fluid during workover.
- When permit received from OCD, steel tank will be set at well location prior to work performed (without any type of liner).
- Operator will do daily visual tank inspection to locate any leak that might cause soil or ground water contamination.
- If leak is detected the OCD will be notified immediately.

## Closure Plan - based upon the appropriate requirements of Subsection C:

Solids and Fluids will be removed from steel tanks and hauled off by trucking companies. They will then be taken to the closest approved public disposal: See C-144 Form - (Sundance Services, Inc. – Disposal Facility Permit No. NM-01-0003)



WORKOVER