1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztec, NM 87410 District IV

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

e-mail address:

Parm C-144 CLEZ.

State of New Mexico Energy Minerals and Natural Resources Department Oil Conservation Division 1220 South St. Francis Dr.

Form C-144 CLEZ July 21, 2008

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 NMOCD District Office.

a Dlan Application

Santa Fe, NM 87505

Closed-Loop System Permit or	Closure Plan Application
(that only use above ground steel tanks or haul-off bins and	
Type of action: 🔀 Per	
Instructions: Please submit one application (Form C-144 CLEZ) per individual clos closed-loop system that only use above ground steel tanks or haul-off bins and proportion	se to implement waste removal for closure, please submit a 1 orm C-144.
Please be advised that approval of this request does not relieve the operator of liability shourironment. Nor does approval relieve the operator of its responsibility to comply with	any other applicable governmental authority's rules, regulations of oranianeess
1. Operator STATE OF NEW MEXICO FORMERLY PLATINUM EXPLORATION	OGRID #:
Address: 1625 N. FRENCH DRINE HOBBS, NM	8824 <i>0</i>
Facility or well name: BARN HIW # 1	01 0000
API Number: 30-025- 28198 OCD Po	ermit Number: $Y = 0.2175$
U/L or Qtr/Qtr L Section 1 Township 14-5	Range 37E County: LEAF
Center of Proposed Design: Latitude Longit	tude NAD:
Surface Owner: Federal State Private Tribal Trust or Indian Allotme	nt
2. X 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) XP&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 emergence	y telephone numbers
Signed in compliance with 19.15.3.103 NMAC	
Closed-loop Systems Permit Application Attachment Checklist: Subsection Instructions: Each of the following items must be attached to the application. Instructions: Each of the following items must be attached to the application. In the control of the properties of 19.15.17.11 NM. Design Plan - based upon the appropriate requirements of 19.15.17.11 NM.	Please indicate, by a check mark in the box, that the accuments are
Operating and Maintenance Plan - based upon the appropriate requirements Closure Plan (Please complete Box 5) - based upon the appropriate require	ments of Subsection C of 19.15.17.9 NMAC and 19.15.17.13 NMAC
The trade of the t	
Previously Approved Operating and Maintenance Plan API Number:	
Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Instructions: Please indentify the facility or facilities for the disposal of liquids facilities are required.	, drilling fluids and drill cuttings. Use attachment if more than two
Disposal Facility Name: CANDY MAPLEY	Disposal Facility Permit Number: NM 01 - 0019
Disposal Facility Name: SUNDANCE	Disposal Facility Permit Number: NM 01 - 2003
Will any of the proposed closed-loop system operations and associated activities Yes (If yes, please provide the information below) No	occur on or in areas that will not be used for future service and operations?
Required for impacted areas which will not be used for future service and operat Soil Backfill and Cover Design Specifications based upon the appropriat Re-vegetation Plan - based upon the appropriate requirements of Subsection Site Reclamation Plan - based upon the appropriate requirements of Subsection	nte requirements of Subsection H of 19.15.17.13 NMAC on L of 19.15.17.13 NMAC
6. Operator Application Certification:	
Operator appropriation of the control of the contro	
I hereby certify that the information submitted with this application is true, accumulately	rate and complete to the best of my knowledge and belief.
WAYTY & RPOVIN	rate and complete to the best of my knowledge and belief. Title: COMPLIANCE OFFICER
Name (Print): AXEY & BROWN	rate and complete to the best of my knowledge and belief. Title: COMPLIANCE OFFICER Date: 12/7/2010

Telephone:

Oil Conservation Division

Page Lef 1

7. OCD Approval: Permit Application (including closure plan) Closure F	Plan (only)	
OCD Representative Signature:	Approval Date: /-//-2011	
Title: STAFF NEW C	OCD Permit Number: PI- 02775	
s. 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, dri 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 o 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 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 belief. I also certify that the closure complies with all applicable closure requires	report is true, accurate and complete to the best of my knowledge and nents and conditions specified in the approved closure plan.	
Name (Print):	Title:	
Signature:	•	
e-mail address:	Telephone:	

STATE OF NM (formerly PLATINUM EXPLORATION INC.) BARNHILL#1 Unit L Sec. 1, T-14-S, R-37-E LEA Co., NM API#: 30-025 - 28198

Equipment & Design:

State of NM will use a closed loop system in the plug and abandonment of this well. The following equipment will be on location:

(1) 250 bbl steel reverse tank

Operations & Maintenance:

During each day of operation, the rig's crew will inspect and closely 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's rule 19.15.29.8.

Closure:

After plugging operations, fluids and solids will be hauled and disposed at Gandy-Marley Disposal's location, permit number NM 01-0019. Secondary site will be Sundance Disposal, permit number NM 01-0003.

WRS COMPLETION REPORT REISSUES PI# 30-T-0011 11/03/86 SEC 1 TWP 14S 30-025-28198-0000	RGE 37E PAGE 1
NMEX LEA * 1650FSL 990FWL SEC STATE UNION TEXAS PET OPERATOR WEI	NW SW SPOT D DO LL CLASS INIT FIN
1 BARNHILL W B WELL NO. 3831GR OPER ELEV API 30-025	REA
05/17/1983 09/07/1983 ROTARY SPUD DATE TYPE TOOL 13200 DEVONTAN BLANKS DRIG 8	OIL STATUS
LOCATION DESCRIPTION 4 MI NE PRAIRIEVIEW, NM CASING/LINER DATA	
CSG 13 3/8 @ 405 W/ 500 SACKS CSG 8 5/8 @ 4668 W/ 2200 SACKS CSG 5 1/2 @12744 W/ 2975 SACKS	01 02 04
TUBING DATA TBG 2 7/8 AT 9007 INITIAL POTENTIAL	i de la companya de l
IPP 389BOPD DEVONIAN PERF PERF 12657-12670 ACID 12657-12670 GTY 45.0 GOR 771	
TYPE FORMATION LTH TOP DEPTH/SUB BSE DEP LOG RUSTLER 2240 1591 LOG SYATES 3168 663 LOG SN ANDRS 4600 -769 LOG GLORIETA 6094 -2263 LOG CLEAR FK 6797 -2966 LOG TUBB 7356 -3525 LOG ABO 8024 -4193	TH/SUB
CONTINUED IC# 30	00257024583

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Petroleum Information

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SEC 1 TWP 14S RGE 37E PAGE 2
   REISSUES
  PI# 30-T-0011 11/03/86 30-025-28198-0000 PAGE
   UNION TEXAS PET
                                                                                DO
                          BARNHILL W B
  TYPE FORMATION LTH TOP DEPTH/SUB BSE DEPTH/SUB
  LOG
           WOLFCAMP
                                9402
                                         -5571
-7593
-7776
  LOG
           ATOKA
                               11424
  LOG
           MSSP
                               11607
  LOG
           DEVONIAN
                               12644
                         FORMATION TEST DATA
  DST
                     9377- 9457 WOLFCAMP
           300.0 FT 0&GCM 2350.0 CC MUD
                                                                              S003
                          FSIP 2873 1H IHP 4563 FHP 4562
 ISIP 122 1H FSIF
SPL REC MUD W/TR OIL
NO OTHER DETAILS
                        PRODUCTION TEST DATA
 PTS
        1U0
 DEVONIAN PERF W/ 1,
PERF 12706-12718
ACID 12706-12718 100GALS
BRPG 12706-12718 I
SWBD 26 BW W/TR OIL IN 10 HRS
                                         26BW
                                                                           10HRS
                                    W/ 1/FT 12706-12718
                                                                               005
                                             DEPTH 12690
                      LOGS AND SURVEYS /INTERVAL, TYPE/
 LOGS
                         SONL
                                                   DILL
                                                                             FDC
 LOGS
                         CNL
                                                   DIPM
             DRILLING PROGRESS DETAILS
UNION TEXAS PET
4000 N BIG SPRING
MIDLAND, TX 79705
915-684-0600

04/20 LOC/1983/
06/07 DRLG 7340
07/12 12745 TD, PB 12744 (TITE HOLE)
08/09 12745 TD, PB 12690, TSTG
08/23 12745 TD, PB 12690, TSTG
09/19 SECOND PRODUCER FOR THE FIELD
10/28 12745 TD, PB 12690
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CONTINUED

WELLBORE SCHEMATIC AND HISTORY LEASE NAME: BARNHILL FIELD NAME: W.B. COMPLETION SCHEMATIC TYPE COMPLETION: SINGLE OTHER 990 FWL 650FSL SEC. / , BLK. / 4, SURVEY 37 LOCATION: 12,690 COD DOD GL FLOWING GAS LIFT NO. PROD. WELLS ON LEASE w/500 5x CIRC. ZONE TO BE WORKED ON: CURRENT COMPLETION ZONE: WOLFCAMP CSG. PERF FS 9406 - 9452 CURRENT TEST (SHOW DATE) OPEN HOLE : 85%'C GAS OIL GAS WATER OIL 4,668' w122005x CASING BREAKDOWN Est. cement top 13 3/8 85/8 CIRC/SURFACE 2760 SURF. SIZE: DEPTH 405 INTER. SIZE: DEPTH 4,668 CMT TOC. 2760 by T.S. PROD. DEPTH CMT 744 TUBING BREAKDOWN ROD BREAKDOWN DITOOL@ 9985 * Note - RIH tag CIBP@ 12,590 & cap w/ 35 cmt-9448-52 CIBA. 9985 <12,590 CIBP 51/2 257 17, 20# 12,744 PREI

PREPARED BY:

UPDATED:

4 Bolow glade narker Top SALTO ZZOO Bo Hom SALL@ 3000 133/8 Perbo d'és circont to Surface The Super . 6100 Perf &SA 9330 CFBP &COP 255X 9406-8 9432-36. 9985 9440-44 12,590 CIBP 12,657-12,670 Crap 12,706-12,718 SIN lag CIBB- CAP 1/35 cont 12,744