State of New Mexico
Minerals and Natural Resources District I
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

State of New Mexico
Minerals and Natural Resource
Department
Oil Conservation Division
1220 South St. Frenchia Dr.

Form C-144 CLEZ July 21, 2008

District IV 1220 S. St. Francis Dr., Santa Fe, NM 87500BBSOCD 1220 South St. Francis Dr. Santa Fe, NM 87505

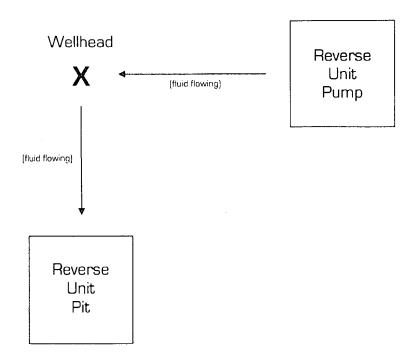
For closed-loop systems that only use above ground steel tanks or haul-off bins and propose to implement waste removal for closure, submit to the appropriate NMOCD District Office.

## Closed I can System Permit or Closure Plan Application

Closed-Loop System Ferring of Closure Flan Application
(that only use above ground steel tanks or haul-off bins and propose to implement waste removal for closure)
Type of action:
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: AMTEX ENERGY, INC. OGRID #: 000785
Address: P.O. BOX 3418, MIDLAND, TX 79702
Facility or well name: <u>LEA ED STATE NCT-A 002</u>
API Number: 30-025-25896 OCD Permit Number: 21-03219
U/L or Qtr/Qtr NE/4 of SW/4 Section 16 Township 19S Range 34E County: LEA
Center of Proposed Design: Latitude Longitude 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)
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
Z office in compliance with 17.15.5.105 MMAC
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:
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: <u>CRI</u> Disposal Facility Permit Number: <u>NM-01-0006</u>
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 G 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.
Name (Print): WILLIAM J. SAVAGE Title: PRESIDENT
Signature: N Wan Strage Date: 05/02/11
<i>(</i> /

7. OCD Approval: Permit Application (including closure plan) Closure P	lan (only)	
OCD Representative Signature:	Approval Date:	
Title: STAFF WARF	OCD Permit Number: P1-03219	
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, drift two facilities were utilized.		
Disposal Facility Name:	Disposal Facility Permit Number:	
Disposal Facility Name:	Disposal Facility Permit Number:  Disposal Facility Permit Number:	
Were the closed-loop system operations and associated activities performed on or Yes (If yes, please demonstrate compliance to the items below) No		
Required for impacted areas which will not be used for future service and operated 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 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:		
e-mail address:	Telephone:	

## Closed-Loop Design Plan



Amtex Energy, Inc. Form C-144 CLEZ Lea Ed State NCT-A 002 Attachment 2

## **OPERATING & MAINTENANCE PROCEDURE**

- Operator will do daily tank inspection to locate any leaks that might occur.
- If leaking detected, the OCD will be notified immediately.

Amtex Energy, Inc. Form C-144 CLEZ Lea Ed State NCT-A 002 Attachment 3

## **CLOSURE PLAN**

- Solids and fluids will be removed from the steel tanks and hauled off by a trucking company.
- These solids and liquids will be taken to the closest approved disposal facility.
- See C-144 CLEZ Form, CRI, NM-01-0006.