District I

District III

District IV

1625 N. French Dr., Hobbs, NM 88240 District II

1301 W. Grand Avenue, Artesia, NM 88210

State of New Mexico HOBBS OF Try Minerals and Natural Resources

Department

Oil Conservation Division

Form C-144 CLEZ

For closed-loop systems that only use above

July 21, 2008

1000 Rio Brazos Road, Aztec, NM 874 MAY 18 2011 1220 South St. Francis Dr. ground steel tanks or haul-off bins and propose to implement waste removal for closure, submit Santa Fe, NM 87505 1220 S. St. Francis Dr., Santa Fe, NM 87505 to the appropriate NMOCD District Office.

Closed System Permit or Closure Plan Application

(indi only use above ground steet tanks or naut-off ones 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.		
1. OCE 200		
Operator: XTO Energy, Inc. OGRID#: 005380		
Address: 200 N. Loraine, Suite 800, Midland, TX 79701		
Facility or well name: Eunice Monument South Unit #127		
API Number: 30-025-29819 OCD Permit Number: \$\Phi 1 - O32.53\$		
U/L or Qtr/Qtr N Section 30 Township 20S Range 37E County: Lea		
Center of Proposed Design: Latitude Longitude NAD: \[\begin{align*} \lambda 1927 & \extstyle 1983 \]		
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		
The first of the second		
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		
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:		
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 Name: CRI Disposal Facility Permit Number: NM01-0006		
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)		
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		
S. 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.		

sherry pack@xtoenergy.com

Name (Print): _

e-mail address:

Signature:

Title: Regulatory Analyst

Date:

Telephone:

5/17/11

432-620-6709

OCD Approval: Permit Application (including closure plan) Closure	Plan (only)	
OCD Representative Signature: Approval Date: 5-19-2011		
Title: Single OCD F	Permit Number: <u>91-03253</u>	
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:		
Closure Report Regarding Waste Removal Closure For Closed-loop Systems That Utilize Above Ground Steel Tanks or Haul-off Bins Only: Instructions: Please indentify 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: Disposa	l 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:	

Form C-144 CLEZ

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)

P&A