District I 1625 N. French Dr., Hobbs, NM 88249 Energy Minerals and Natural Resources District II Department Department

State of New Mexico

Oil Conservation Division 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.

Form C-144 CLE

July 21, 200

District III
1000 Rio Brazos Road, Aztec, NM 87APR 2 5 2011 <u>District IV</u> 1220 S. St. Francis Dr., Santa Fe, NM

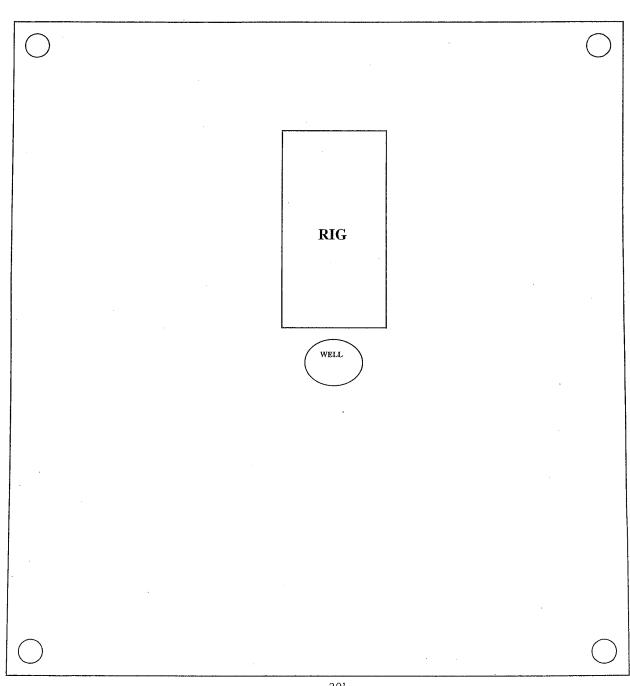
Closed-Loop System Permit or Closure Plan Application

(that only use above ground steel tanks or haul-off bins and propose to implement waste removal for closure)

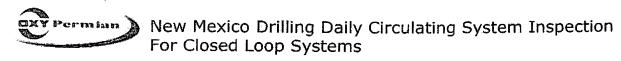
| Type of action: Permit Closure |
|--|
| Instructions: Please submit one application (Form C-144 CLEZ) per individual closed-loop system request. For any application request other than for a |
| closed-loop system that only use above ground steel tanks or haul-off bins and propose to implement waste 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: Oxy USA WTP LP OGRID#: 192463 |
| Address: 1.0. Box 50250 Midland, TX 7970 |
| Facility or well name: Myens Langlie Mattix Unit #258 |
| API Number: 30-025-32588 OCD Permit Number: P1-03317 |
| U/L or Qtr/Qtr Section 31 Township 235 Range 37E County: Lea |
| Center of Proposed Design: Latitude 32.26046 Longitude 103.20949 NAD: 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 |
| 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. |
| 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: |
| 5. |
| 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: Control Recovery Tuc. Disposal Facility Permit Number: NM-01-000 6 |
| 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) \(\subseteq \text{No} \) |
| 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): David Stewart Title: Sp. Ros. Auchest |
| Signature: Date: 4(20) 11 |
| e-mail address: david_stewant@oxy,com Telephone: 432-685-5717 |

| OCD Approval: Permit Application (including closure plan) Closure F | Plan (only) |
|---|--|
| OCD Representative Signature: | Approval Date: 5-31-2011 |
| Title: STAFF NOTE | OCD Permit Number: <u>\$\P\$ 1-03317</u> |
| 8. Closure Report (required within 60 days of closure completion): Subsection Instructions: Operators are required to obtain an approved closure plan prior The closure report is required to be submitted to the division within 60 days of t section of the form until an approved closure plan has been obtained and the cl | to implementing any closure activities and submitting the closure report. The completion of the closure activities. Please do not complete this |
| | 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, dril two facilities were utilized. | That Utilize Above Ground Steel Tanks or Haul-off Bins Only: lling fluids and drill cuttings were disposed. Use attachment if more than |
| Disposal Facility Name: | · |
| Disposal Facility Name: | • |
| Were the closed-loop system operations and associated activities performed on or Yes (If yes, please demonstrate compliance to the items below) No | 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 operation. 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 requirements. I also certify that the closure complies with all applicable closure requirements. | 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: | Date: |
| e-mail address: | Telephone: |
| | |

C-144CLEZ P&A Attachment RIG LAY-OUT



30' **←►**STEEL PIT



| Wellname: | Permit #: | The second section of the second seco | Rig Mobe Date: | |
|-----------|-----------|--|------------------|--|
| County: | | And the state of t | Rig Demobe Date: | |

| Inspection Date | Time | By Whom | Any drips or leaks from steel tanks, lines or pumps not disposed of in system? |
|--|----------------|---------|--|
| edem - 1 continue community - politication to management | | | |
| and the second s | | | |
| And the second s | | | |
| | | | |
| in the state of th | | | |
| | | | |
| | | | |
| | | | |
| | | | |
| | | | |
| | | | |
| | | | |
| Company of the Compan | | | |
| | NATIVIZED (See | | |

| Page | · | Of | ASSESSMENT OF |
|------|---|----|---------------|
| | | | |

NM Daily Circulating System Inspection - Closed loop REV 0 8/4/2008

All circulating systems to be inspected DAILY during drilling operations.

*Any leak of the steel tanks, lines or pumps shall be reported to the NMOCD and repaired within 48 hours.