Form 3160-5 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

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FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018

SUNDRY NOTICES AND REPORTS ON WELL AND 16 2018

5. Lease Serial No. NMLC028784A

| Do not use this form for proposals to drill or to re-enter an | | | | | | |
|---|--|--|--|-----------------------|--|----------------------|
| abandoned well. Use form 3160-3 (APD) for sugar-posals ARTESIA O.C.D. | | | | | 6. If Indian, Allottee or | Tribe Name |
| SUBMIT IN TRIPLICATE - Other instructions on page 2 | | | | | 7. If Unit or CA/Agreement, Name and/or No. NMNM88525X | |
| 1. Type of Well ☐ Gas Well ☐ Other | | | | | 8. Well Name and No. BURCH KEELY UNIT 48 | |
| Name of Operator Contact: KANICIA CASTILLO COG OPERATING LLC E-Mail: kcastillo@concho.com | | | | | 9. API Well No. 30-015-24977-00-S1 | |
| | | | No. (include area code) 685-4332 | | Field and Pool or Exploratory Area GRAYBURG | |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) | | | | | 11. County or Parish, S | State |
| Sec 24 T17S R29E NWNE 1300FNL 1500FEL | | | | | EDDY COUNTY, NM | |
| 12. CHECK THE AF | PROPRIATE BOX(ES) | TO INDICAT | TE NATURE O | F NOTICE, 1 | REPORT, OR OTH | ER DATA |
| TYPE OF SUBMISSION TYPE OF ACTION | | | | | | |
| ☐ Notice of Intent | ☐ Acidize | □ Deep | □ Deepen | | on (Start/Resume) | ☐ Water Shut-Off |
| | ☐ Alter Casing | ☐ Hydraulic Fracturing ☐ | | ☐ Reclama | tion | ■ Well Integrity |
| Subsequent Report | Subsequent Report | | Construction | ☐ Recomplete | | ☐ Other |
| ☐ Final Abandonment Notice | ☐ Change Plans | Change Plans Plug and Al | | □ Temporarily Abandon | | |
| | ☐ Convert to Injection | Plug | ☐ Plug Back | | isposal | |
| If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection. 04/18/18 MIRU plugging equipment. POH w/ rods & pump. Dug out cellar, ND well head, NU BOP. Set 4-1/2" CIBP @ 2325'. Loaded hole w/ MLF, did not circulate. Spotted 30 sx class C cmt @ 2325-1872'. WOC. 04/19/18 Tagged plug @ 1922'. Pump'd fresh H20, hole did not load. Spotted 25 sx class C cmt w/ 2% CACL @ 900-522'. WOC. Tagged plug @ 605'. Pump'd fresh H20, hole did not load. Spotted 25 sx class C cmt w/ 2% CACL @ 605-227'. WOC. Tagged plug @ 424'. Pump'd fresh H20, hole did not load. Spotted 25 sx class C cmt w/ 2% CACL @ 424-46'. WOC. 04/20718 Tagged plug @ 398'. Pump'd fresh H20, hole did not load. Spotted 25 sx class C cmt w/ 2% CACL @ 3 sx LCM @ 369' to surface. WOC, 04/23/18 Tagged plug @ 358'. Pressure tested 4 172" csg, held 500 psi. Perfd csg @ 60'. ND weBOP, pump'd into perfs w/ no circulation. Waited 1 hour. Sqz'd 25 sx class C cmt w/ 2% CACL @ 60' & class C cmt @ 27' & circulated to surface. Rigged down and moved off. 04/25/18 Moved in backhoe and welder. Dug out cellar. Cut off well head. Verified cmt to surface. Welded on "Below Ground Dry Hole Marker". Accepted for record - NMOCD | | | | | | |
| 14. I hereby certify that the foregoing is true and correct. Electronic Submission #413342 verified by the BLM Well Information System For COG OPERATING LLC, sent to the Carlsbad Committed to AFMSS for processing by JAMES AMOS on 05/03/2018 (18JA0100SE) Name (Printed/Typed) KANICIA CASTILLO Title PREPARER | | | | | | |
| | | | | | | |
| Signature (Electronic Submission) Date 05/03/2018 | | | | | | |
| Accepted for Record | THIS SPACE FO | R FEDERA | L OR STATE | OFFICE US | E | |
| Approved By Conditions of approval, if any, are attached certify that the applicant holds legal or equivalent would entitle the applicant to conductive the applicant to | itable title to those rights in the | | Title Sup | N. PE | T d | 5-12-18 Date |
| Title 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent s | U.S.C. Section 1212, make it a catalements or representations as | crime for any per to any matter wit | son knowingly and hin its jurisdiction. | willfully to mal | ke to any department or | agency of the United |

(Instructions on page 2) ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED **

Additional data for EC transaction #413342 that would not fit on the form

32. Additional remarks, continued

Backfilled cellar. Cut off deadmen. Cleaned location, moved off.



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Carlsbad Field Office 620 E. Greene St. Carlsbad, New Mexico 88220-6292 www.blm.gov/nm



In Reply Refer To: 1310

Reclamation Objectives and Procedures

Reclamation Objective: Oil and gas development is one of many uses of the public lands and resources. While development may have a short- or long-term effect on the land, successful reclamation can ensure the effect is not permanent. During the life of the development, all disturbed areas not needed for active support of production operations should undergo "interim" reclamation in order to minimize the environmental impacts of development on other resources and uses. At final abandonment, well locations, production facilities, and access roads must undergo "final" reclamation so that the character and productivity of the land and water are restored.

The long-term objective of final reclamation is to set the course for eventual ecosystem restoration, including the restoration of the natural vegetation community, hydrology, and wildlife habitats. In most cases this means returning the land to a condition approximating or equal to that which existed prior to the disturbance. The final goal of reclamation is to restore the character of the land and water to its predisturbance condition. The operator is generally not responsible for achieving full ecological restoration of the site. Instead, the operator must achieve the short-term stability, visual, hydrological, and productivity objectives of the surface management agency and take steps necessary to ensure that long-term objectives will be reached through natural processes.

To achieve these objectives, remove any and all contaminants, scrap/trash, equipment, pipelines and powerlines. Strip and remove caliche, contour the location to blend with the surrounding landscape, redistribute the native soils, provide erosion control as needed, rip and seed as specified in the original APD COA. This will apply to well pads, facilities, and access roads. Barricade access road at the starting point. If reserve pits have not reclaimed due to salts or other contaminants, submit a plan for approval, as to how you propose to provide adequate restoration of the pit area.

- The Application for Permit to Drill or Reenter (APD, Form 3160-3), Surface Use Plan of
 Operations must include adequate measures for stabilization and reclamation of disturbed lands.
 Oil and Gas operators must plan for reclamation, both interim and final, up front in the APD
 process as per Onshore Oil and Gas Order No. 1.
- 2. For wells and/or access roads not having an approved plan, or an inadequate plan for surface reclamation (either interim or final reclamation), the operator must submit a proposal describing the procedures for reclamation. For interim reclamation, the appropriate time for submittal would be when filing the Well Completion or Recompletion Report and Log (Form 3160-4). For final reclamation, the appropriate time for submittal would be when filing the Notice of Intent, or the Subsequent Report of Abandonment, Sundry Notices and Reports on Wells (Form 3160-5). Interim reclamation is to be completed within 6 months of well completion, and final reclamation is to be completed within 6 months of well abandonment.
- 3. The operator must file a Subsequent Report Plug and Abandonment (Form 3160-5) following the plugging of a well.
- 4. Previous instruction had you waiting for a BLM specialist to inspect the location and provide you with reclamation requirements. If you have an approved Surface Use Plan of Operation and/or an approved Sundry Notice, you are free to proceed with reclamation as per approved APD. If you have issues or concerns, contact a BLM specialist to assist you. It would be in your interest to have a BLM specialist look at the location and access road prior to the removal of reclamation

equipment to ensure that it meets BLM objectives. Upon conclusion submit a Form 3160-5, Subsequent Report of Reclamation. This will prompt a specialist to inspect the location to verify work was completed as per approved plans.

- 5. The approved Subsequent Report of Reclamation will be your notice that the native soils, contour and seedbed have been reestablished. If the BLM objectives have not been met the operator will be notified and corrective actions may be required.
- 6. It is the responsibility of the operator to monitor these locations and/or access roads until such time as the operator feels that the BLM objective has been met. If after two growing seasons the location and/or access roads are not showing the potential for successful revegetation, additional actions may be needed. When you feel the BLM objectives have been met submit a Final Abandonment Notice (FAN), Form 3160-5, stating that all reclamation requirements have been achieved and the location and/or access road is ready for a final abandonment inspection.
- 7. At this time the BLM specialist will inspect the location and/or access road. If the native soils and contour have been restored, and the revegetation is successful, the FAN will be approved, releasing the operator of any further liability of the location and/or access road. If the location and/or access road have not achieved the objective, you will be notified as to additional work needed or additional time being needed to achieve the objective.

If there are any questions, please feel free to contact any of the following specialists:

Jim Amos Supervisory Petroleum Engineering Tech 575-234-5909, 575-361-2648 (Cell)

Arthur Arias Environmental Protection Specialist 575-234-6230

Henryetta Price Environmental Protection Specialist 575-234-5951

Shelly Tucker Environmental Protection Specialist 575-234-5979

Trishia Bad Bear, Hobbs Field Station Natural Resource Specialist 575-393-3612