Form 3160-5 (June 2015) UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT OCD Artesia SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals. SUBMIT IN TRIPLICATE - Other instructions on page 2			esia <u>5.</u>	FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018 5. Lease Serial No. NMLC029387B 6. If Indian, Allottee or Tribe Name			
			6.				
			7.	7. If Unit or CA/Agreement, Name and/or No.			
1. Type of Well Gas Well Ott		8.	8. Well Name and No. SHUGART WEST 30 FED `C` 1				
2. Name of Operator MARATHON OIL PERMIAN LLC Contact: MELISSA SZUDERA E-Mail: mszudera@marathonoil.om			9.	9. API Well No. 30-015-30533-00-S1			
3a. Address 5555 SAN FELIPE ST HOUSTON, TX 77056	3b. Phone No. (include area code) Ph: 713-296-3179	10	10. Field and Pool or Exploratory Area SHUGART				
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)			11	11. County or Parish, State			
Sec 30 T18S R31E NENW 330FNL 1750FWL				EDDY COUNTY, NM			
12. CHECK THE AI	PPROPRIATE BOX(ES)	TO INDICATE NATURE OF	NOTICE, RE	EPORT, OR OTH	IER DATA		
TYPE OF SUBMISSION	TYPE OF ACTION						
□ Notice of Intent	C Acidize	🗖 Deepen	Production	(Start/Resume)	U Water Shut	Off	
-	□ Alter Casing	Hydraulic Fracturing	🗖 Reclamatio	n	🔲 Well Integr	ity	
Subsequent Report	Casing Repair	New Construction	Recomplete	e	D Other		
Final Abandonment Notice	Change Plans	🛛 Plug and Abandon	🗖 Temporaril	y Abandon			
	Convert to Injection	Plug Back	Water Disp	osal			
following completion of the involved testing has been completed. Final At determined that the site is ready for f 1) <u>5 1/2 CIBP @ 7.385' w/30s</u> 2) P&S <u>4.898' w/40sx</u> 7/28/20 3) <u>Perf @ 2.855' spot 60sx</u> . No 2,806'.	d operations. If the operation respondences to the operation of the operation of the operation of the operation. X 7/25/2018. 18. WOC & tag 7/29/2018 o tag. Re-spot <u>60sx @2,8</u>	54,640 . 555'. 7/31/2018 No tag. Spot 60	npletion in a new ng reclamation, ha CC 5 CCCEPted for re	interval, a Form 316 ave been completed a -/ 3 -/ 8 ecord - NMIOCI	60-4 must be filed on and the operator has	nce	
 4) Spot 40sx @ 2,806' 7/31/2018 WOC & tag 8/1/2018 @ 2,480 5) P&S 1,800' - 500' w/350sx. WOC & tag @ 298' 8/8/2018. 6) P&S @ 60' cmt to surf w/25sx. Verified cement at surf. 		018.₩ rf. NM OIL CC	NM OIL CONSERVATION		RECLAMATION PROCEDURE Attached		
Cut off WH. Install DHM.		ARTESI	IA DISTRICT	DEC	ч авлатт	0	
Cut off WH. Install DHM.			1 0 0040	KEU	LAMATI		
Cut off WH. Install DHM. Note: As per BLM, perf 4 inter	vals from 2,830' - 2,755' e	every 25'. AUG	1 0 2018	DUE	2-8-19		
	vals from 2,830' - 2,755' e			DUE	2-8-19		
Note: As per BLM, perf 4 inter 4. I hereby certify that the foregoing is	s true and correct. Electronic Submission # For MARATHOI	430256 verified by the BLM Well N OIL PERMIAN LLC, sent to the	CEIVED	/stem	: 2-8-')9		
Note: As per BLM, perf 4 inter 4. I hereby certify that the foregoing is Comm	s true and correct. Electronic Submission # For MARATHOI	REC 430256 verified by the BLM Well N OIL PERMIAN LLC, sent to the sing by DEBORAH MCKINNEY of	CEIVED	/stem 18ZS0119SE)	: 2-8-')9		
Note: As per BLM, perf 4 inter 4. I hereby certify that the foregoing is Comm Name (Printed/Typed) MELISSA	s true and correct. Electronic Submission #- For MARATHOI nitted to AFMSS for proces SZUDERA	430256 verified by the BLM Well N OIL PERMIAN LLC, sent to the sing by DEBORAH MCKINNEY o Title REGULA	CEIVED Information Sy e Carlsbad on 08/08/2018 (ATORY COMP	/stem 18ZS0119SE) PIANCE REP			
Note: As per BLM, perf 4 inter 4. I hereby certify that the foregoing is Comm	s true and correct. Electronic Submission #4 For MARATHOI nitted to AFMSS for proces SZUDERA Submission)	REC 430256 verified by the BLM Well N OIL PERMIAN LLC, sent to the sing by DEBORAH MCKINNEY o Title REGULA Date 08/07/20	CEIVED Information Sy e Carlsbad on 08/08/2018 (ATORY COMP	vstem 18ZS0119SE) PIANCE REP			
Note: As per BLM, perf 4 inter 4. I hereby certify that the foregoing is Comm Name (Printed/Typed) MELISSA	s true and correct. Electronic Submission #4 For MARATHOI nitted to AFMSS for proces SZUDERA Submission)	430256 verified by the BLM Well N OIL PERMIAN LLC, sent to the sing by DEBORAH MCKINNEY o Title REGULA	CEIVED Information Sy e Carlsbad on 08/08/2018 (ATORY COMP	vstem 18ZS0119SE) PIANCE REP	FOR RECC		
Note: As per BLM, perf 4 inter 14. I hereby certify that the foregoing is Comm Name (Printed/Typed) MELISSA Signature (Electronic S	s true and correct. Electronic Submission #4 For MARATHOI nitted to AFMSS for proces SZUDERA Submission)	REC 430256 verified by the BLM Well N OIL PERMIAN LLC, sent to the sing by DEBORAH MCKINNEY o Title REGULA Date 08/07/20	CEIVED Information Sy e Carlsbad on 08/08/2018 (ATORY COMP	vstem 18ZS0119SE) PIANCE REP			
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Additional data for EC transaction #430256 that would not fit on the form

32. Additional remarks, continued

MIRU 7/18/2018

All Fluids to licensed facility. P&A mud between all plugs.



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 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.
- 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