RECEIVED ELECTRONIC REPORT

Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR FEB 2 7 2015

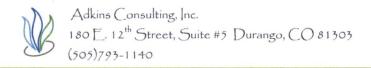
FORM APPROVED OMB NO. 1004-0135

Di	Expires	s: July 31, 2010			
BUREAU OF LAND MANAGEMENT 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.			5. Lease Serial No. 751141038		
			6. If Indian, Allottee	6. If Indian, Allottee or Tribe Name UTE MOUNTAIN UTE	
SUBMIT IN TRI	7. If Unit or CA/Agr	eement, Name and/or No.			
1. Type of Well	8. Well Name and No PRAIRIE FALCO				
☑ Oil Well ☐ Gas Well ☐ Oth		JN 19-1			
2. Name of Operator Contact: CHRISTINE CAMPBELL BRIDGECREEK RESOURCES COLO E-Mail: ccampbell@palomarnr.com			9. API Well No. 30-045-35628-	30-045-35628-00-X1	
3a. Address 8100 SOUTHPARK WAY, SU LITTLETON, CO 80127	ITE A1 3b. Ph.	Phone No. (include area code): 303-668-8318	10. Field and Pool, o VERDE GALL	Field and Pool, or Exploratory VERDE GALLUP	
4. Location of Well (Footage, Sec., T	., R., M., or Survey Description)		11. County or Parish, and State		
Sec 19 T31N R14W NWNE 666FNL 1971FEL 36.891898 N Lat, 108.348346 W Lon			SAN JUAN COUNTY, NM		
12. CHECK APPI	ROPRIATE BOX(ES) TO INI	DICATE NATURE OF N	NOTICE, REPORT, OR OTHE	ER DATA	
TYPE OF SUBMISSION	TYPE OF ACTION				
Notice - Cluture	☐ Acidize	☐ Deepen	☐ Production (Start/Resume)	☐ Water Shut-Off	
■ Notice of Intent	☐ Alter Casing	☐ Fracture Treat	☐ Reclamation	■ Well Integrity	
☐ Subsequent Report	☐ Casing Repair	☐ New Construction	Recomplete	☑ Other	
☐ Final Abandonment Notice	☐ Change Plans	☐ Plug and Abandon	☐ Temporarily Abandon		
	Convert to Injection	☐ Plug Back	□ Water Disposal		
Attach the Bond under which the wor following completion of the involved testing has been completed. Final Ab determined that the site is ready for final Bridgecreek Resources (CO).	rk will be performed or provide the B l operations. If the operation results in pandonment Notices shall be filed onl	ond No. on file with BLM/BIA n a multiple completion or recc y after all requirements, includ	red and true vertical depths of all perts. Required subsequent reports shall be ompletion in a new interval, a Form 31 ing reclamation, have been completed mation plans and	e filed within 30 days 60-4 shall be filed once	
OIL CONS. DIV DIST. 3					
			MAR 3 0 2	2015	
14. I hereby certify that the foregoing is	Electronic Submission #29333	OURCES COLO LLC, sent	t to the Durango		
			Title REGULATORY SPECIALIST		
Signature (Electronic S	Submission)	Date 02/27/20	Date 02/27/2015		
	THIS SPACE FOR F	EDERAL OR STATE	OFFICE USE	,	
Approved By		Title	Msc	3/14/15	
Conditions of approval, if any, are attached certify that the applicant holds legal or equivalent would entitle the applicant to conduct the conductive to the applicant to conduct the applicant the applicant to conduct the applicant t	litable title to those rights in the subje	varrant or ect lease Office	RES RIOS FIELD OFFI	CE	

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.







February 26, 2015

Mr. Ryan Joyner
Bureau of Land Management
Tres Rios Field Office
Land and Minerals
15 Burnett Court
Durango, CO 81301

RE: Notice of Non-Compliance. Bridgecreek Resources. Prairie Falcon 19-1. Sec. 19, T31N.R1. Lease #751-14-1038.

Mr. Joyner:

On the behalf of Bridgecreek Resources (Bridgecreek), Adkins Consulting Inc. (ACI) is pleased to submit this reclamation plan in response to the Notice of non-compliance dated January 28, 2015 for the above referenced location.

This workplan contains three tasks:

- I. Final reclamation of disturbance outside of permitted area and well pad interim Reclamation
- II. Well pad sampling.
- III. Reserve pit sampling and closure.

We propose to perform reclamation activities and close the reserve pit within 180-days of drilling completion. Drilling was completed on January 28, 2015. Reclamation activities will occur during one mobilization event.

1 Final and Interim Reclamation

1.1 Final Reclamation for area outside of permitted area

The area defined as "Fenced Unauthorized Disturbance" as shown on Plate 1 will be reclaimed using reclamation methods as outlined below. The 50×150 foot disturbance area was not authorized per the approved APD.

Final reclamation of the unauthorized disturbance area shall include:

Removal of existing fence.

- Redistribution of stockpiled soil for reuse during permitted location interim reclamation activities (see Plate 2).
- Final reclamation for the unauthorized area shall follow reclamation specifications as referenced in the Surface Use of Operations (SUPO) and the approved APD and summarized below:

The disturbed area shall be recontoured to match surrounding topography and a rangeland drill will be used to drill the following mixture of seed:

- a) Western Wheat grass at seven (7) pounds of pure live seed per acre, and
- b) Blue Grama at three (3) pounds of pure live seed per acre, and
- c) Indian Rice grass at six (6) pounds of pure live seed per acre.

Seeding will occur during the first favorable season. Periodic checks will be made of the seeded area. If, within one year, no visible strands are observed, reseeding will be required. Contact will be made with the Ute Mountain Ute Agency prior to reclamation activities.

The Operator is responsible for controlling and eradicating noxious weeds within the reclaimed area during the term of the lease. A list of noxious weeds is available from the Montezuma County Weed Control program at (970) 565-0580.

Reclamation shall occur during interim reclamation of the well pad.

1.2 Reclamation of off-pad west disturbance

Surface disturbance from vehicular traffic occurred in an area west of the well pad as shown on Plate 1. Vehicular traffic within this disturbance area caused compression of native grasses and undisturbed soils. The area shall be raked and overseeded with the above listed seed mixture.

Reclamation shall occur during interim reclamation of the well pad. Periodic checks will be made of the seeded area. If, within one year, no visible strands are observed, reseeding will be required. Contact will be made with the Ute Mountain Ute Agency prior to reclamation activities.

The Operator is responsible for controlling and eradicating noxious weeds within the reclaimed area during the term of the lease. A list of noxious weeds is available from the Montezuma County Weed Control program at (970) 565-0580.

1.3 Interim Reclamation of well pad

Interim reclamation of the well pad shall occur during the closure of the reserve pit. Interim reclamation of the well pad will follow the specifications outlined in the SUPO and approved APD. In summary, interim reclamation shall include:

- Reducing the well size pad as shown by the interim reclamation area (Plate 2).
- Removal of perimeter fencing.
- Distribution of spoil piles for reserve pit solidification and closure.
- Distribution of spoil piles to provide soil for contouring the surface to blend in with surrounding topography.

- Distribution of topsoil to provide a soil cap for seeding and revegetation.
- Seeding the area with a rangeland seed mix composed of:
 - a) Western Wheat grass at seven (7) pounds ofpure live seed per acre, and
 - b) Blue Grama at three (3) pounds of pure live seed per acre, and
 - c) Indian Rice grass at six (6) pounds ofpure live seed per acre.

Seeding will occur during the first favorable seeding season. Periodic checks will be made of the seeded area. If, within one year, no visible strands are observed, reseeding will be required. Contact will be made with the Ute Mountain Ute Agency, when the company is ready to begin reclamation activities.

Operator is responsible for controlling and eradicating noxious weeds at the well pad and surrounding area during the term of the lease. A list of noxious weeds is available from the Montezuma County Weed Control program at (970) 565-0580.

2 Well Pad Sampling

Accidental spill and releases identified by Ryan Joyner of the BLM will be sampled at locations shown on Plate 3. After the Notice of non-Compliance and drilling rig demobilization, the area between the wellhead and reserve pit fence was smoothed and leveled to match existing well pad grade. The leveling of the surface has caused a mixing of the upper 3 to 4 inches of topsoil. Therefore, at sample locations SS-01 through SS-03, a discrete sample will be collected at approximately 6-inches below ground surface. A fourth sample, DT-01, will be collected from the air drill cuttings deposited on top of the western spoils pile. The soils samples will be analyzed for constituents listed in the UMU soil reclamation table. For clarification,

- TPH (EPA Method 8015M). The UMU table (COGCC Table 910-1) does not specify an EPA Method for TPH. It is important to understand that two TPH EPA methods can be used for analysis. Method 8015 Modified (8015M) analyzes the gasoline range organics (GRO; Carbon 6 to Carbon 12) and diesel range organics (DRO; Carbon 10 to Carbon 28) the constituents of concern. In contrast, Method 418.1 analyzes the complete range (C8 to C40) from gasoline through lube oil, motor oil, grease, and waxes (i.e. paraffin) and other organic matter such as twigs, sticks, and other carbon containing material.
- Benzene using EPA Method 8260B

If analytical results exhibit chemical concentration below standards, no further action is required. A summary report with laboratory Certificate of Analysis showing compliance will be submitted to the BLM and the UMU Environmental Department.

If analytical results exceed concentration standards, the operator will contact the BLM and BIA to discuss reclamation alternatives.

3 Reserve Pit Closure

Reserve pit closure will occur within 180-days (6-months) of well completion. The reserve pit will be dewatered, allowed to dry via evaporation, then solidified using excavated material from the spoil piles.

The solidification mixing ratio will not exceed 3 parts clean to 1 part drill cuttings (3:1). A solidification mixing ratio will be mathematically calculated to determine if less than a 3:1 solidification mixing ratio will meet Ute Mountain Ute (UMU) soil reclamation concentration levels.

To determine if solidification of drill cuttings meet the UMU reclamation standards, a five-point composite sample will be obtained from the reserve pit. An additional 5-point composite sample will be obtained from the spoil piles to be used for the solidification mixing calculations representing the clean (background) soils. The composite samples will be analyzed for the constituents listed in the UMU soil reclamation table with the following variance requests from the Notice of non-compliance:

• TPH. The UMU table (COGCC Table 910-1) does not specify an EPA Method for TPH. It is important to understand that two TPH EPA methods can be used for analysis. Method 8015 Modified (8015M) analyzes the gasoline range organics (GRO; Carbon 6 to Carbon 12) and diesel range organics (DRO; Carbon 10 to Carbon 28) – the constituents of concern. In contrast, Method 418.1 analyzes the complete range (C8 to C40) from gasoline through lube oil, motor oil, grease, and waxes (i.e. paraffin) and other organic matter such as twigs, sticks, and other carbon containing material.

Futhermore, the New Mexico Oil Conservation Division (NMOCD) Pit Rule (NMAC 19.15.17) defines separate standards for EPA Methods 418.1 and 8015M. For depth to water greater than 100-feet NMOCD target concentration level for Method 418.1 is 2,500 mg/kg TPH. For Method 8015M (GRO + DRO) the NMOCD target concentration is 1,000 mg/kg. A test hole drilled at the location APD application process demonstrated that depth to water is greater than 100 feet below ground surface.

It is our understanding that the BLM adopts the more stringent of the two regulations - NMOCD vs UMU (COGCC).

Therefore, we propose to analyze TPH as follows:

- i. TPH using EPA Method 418.1 with an action level of 2,500 mg/kg (NMOCD).
- ii. TPH using EPA Method 8015M with an action level of 500 mg/kg (UMU table)
- Benzene using EPA Method 8260B. We ask for a variance to the Notice of non-compliance to
 use a target concentration of 0.17 mg/kg as listed in the UMU table. The Notice of noncompliance lists 0.2 mg/kg target level. This may have been a simple rounding-up oversight on
 the part of the BLM.
- The Notice of non-compliance lists chlorides as part of the constituents of concern. The UMU table does not list chlorides. The UMU table uses SAR, EC, and pH in place of chlorides. NMOCD Pit Rule does list chlorides as part of the sampling requirements. For groundwater greater than 100-feet below ground surface the action level for chlorides is 80,000 mg/kg. Therefore, we ask for a variance to use 80,000 mg/kg as an action level for chlorides.

The reserve pit composite sample will be mathematically "mixed" with the soil spoils background composite sample to determine if the solidified material exceeds UMU soil reclamation concentration levels and the levels as requested in the above variances.

If calculations show that solidified material is below UMU soil reclamation levels, the reserve pit will be closed in-situ as descried in the SUPO and approved APD:

- Pit liner shall be cut at the mud line and excess liner properly disposed of off-site.
- The reserve pit shall be capped with three feet of soil.
- The operator may elect to place a permanent marker in the center of the closure cell per NMOCD Pit Rule regulation.

A summary report with laboratory Certificate of Analysis showing compliance will be submitted to the BLM and the UMU Environmental Department along with notification of pit closure.

If calculations show that solidified material exceeds UMU soil reclamation levels, the operator will contact the BLM and BIA to discuss alternative closure methods.

If you have any questions or comments please contact me at 970-570-9535.

Andrew Parker

Adkins Consulting, Inc

Durango, CO

970-570-9535

andrew@adkinsenvironmental.com

Cc: Christine Campbell, Bridgecreek Resources

John Thompson, Walsh Engineering

Plates

