Form 3160-5 ► (April 2004)

UNITED STATES

FORM APPROVED OM B No. 1004-0137

DEF	DEPARTMENT OF THE INTERIOR			Everinas March 21 2007			
BUR		OCD Hobbs		Expires: March 31, 2007 5. Lease Serial No.			
		LC065447 6		LC065447 6726	SA		
SUNDRY NOTICES AND REPORTS ON WELLS				6. If Indian, Allottee or Tribe Name			
Do not use this form for proposals to drill or to re-enter an							
abandoned well Use Form 3160-3 (APD) for such proposals				7. If Unit of CA / Agreement, Name and/or No.			
SUBMIT IN TRIPLICATE - Other instructions on reverse sic 1. Type of Well			Teas Yates 8. Well Name and No.				
Oil Well	Gas Well	✓ Other		Teas Yates #64			
2. Name of Operator Momentum Operating Co., Inc.				9. API Well No. 30-025-21244			
3a. Address	none No. (include area code)		10. Field and Pool, or Exploratory Area				
		325-762-0420		Teas Yates-Seven Rivers			
4. Location of (Footage, Sec., T., R., or St			11. County or Parish, State				
2310 FSL &		Lea, NM					
12. CHECK APPRO	OPRIATE BOX(ES) TO INI	DICATE NATURE OF NO	OTICE, RE	EPORT, OR OTHER	DATA		
TYPE OF SUBMISSION		TPE OF AC					
Notice of Intent	Acidize	Deepen		duction (Start/Resume)			
	Alter Casing	Fracture Treat	☐ Re	clamation	INT TO PA _		
Subsequent Report	Casing Repair	New Construction	Re	complete	P&A NR	10	
Final Abandonment Notice	Change Plans	✓ Plug and Abandon	Te	mporarily Abandon	P&A R_P	46	
	Convert to Injection	Plug Back	☐ Wa	ter Disposal			
Bond under which the work will be perform completion of the involved operations. If a completed. Final Abandonment Notices stready for final inspection.) 2/23/2018 MIRU. 2/26/2018 Set CIBP @ 315 pkr @ 1187' present the present of the present of the performance of the performan	the operation results in multiple hall be filed only after all required to the filed only after all required to the fi	MLF cap w/ 5 sxs TC ot 115 sxs @ 3036' TLM ok'd to spot 75 s	in a new into n, have been OC @ 307 OC @ 1 xs from	rval, a Form 3160-4 sha completed, and the ope 77' Tag @ 3040'. 341' WOC SIW. 1060' to surface	all be filed once testing has erator has determined that the Perf @ 3030' set	been e site is	
 I hereby certify that the following is tr Name 							
Chris Ro	Title	Title P&A Tech					
Signature	Date						
	THIS SPACE F	OR FEDERAL OR STA	TE OFFIC		TED END DEC	וחסר	
Approved by	Title		DE	ate TUTT TEC	IND		
Conditions of approval, if any, are attached	not						
warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operatins thereon.		ereon. Office			MAY 1.7 2018		
Title 18 U.S.C., Section 1001 and Title 43 Vary false, fictitious or fraudulent statement	U.S.C., Section 1212, make it a s or representations as to any m	crime for any person knowin atter within its jurisdiction.	gly and will		partment on agency of the NE RLSBAD FIELD OFFICE	ited States	
Instructions on page 2)							

FOR RECORD ONLY NMOCD 05/29/2018



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