Form 3 160-5 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

OCD Hobbs

CODA ADDDOVED

FORM APPROVED
OMB No. 1004-0137
Expires: January 31, 201

SUNDRY NOTICES AND REPORTS ON WELL Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals. 0 7 2 7. If Unit of CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on page 2 1. Type of Well 8. Well Name and No. Barber Federal #1 Oil Well Gas Well Other 9. API Well No. 30-025-33736 2. Name of Operator Burgundy Oil & Gas of New Mexico, Inc 3b. Phone No. (include area code) 10. Field and Pool or Exploratory Area 3a. Address 401 W. Texas Ave., Suite 1003 (432) 684-4033 Midland, TX 79701 Monument Paddock 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 11 Country or Parish, State Sec 7, T20S, R37E 1773'FSL 2017'FWL Lea County, NM 12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Acidize Deepen Production (Start/Resume) Water Shut-Off Notice of Intent Alter Casing Hydraulic Fracturing Reclamation Well Integrity Casing Repair Recomplete Other Subsequent Report Change Plans Plug and Abandon Temporarily Abandon Final Abandonment Notice Plug Back Convert to Injection Water Disposal Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. 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 perfonned 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 detennined that the site is ready for final inspection.) 11/14/18 MIRU plugging equipment. ND well head, NU BOP. Dug out cellar, plug up wel lhead. RIH w/ wireline & guage ring to 5100'. POH. 11/15/18 Set 4" CIBP @ 5100'. Circulated hole w/ MLF. Pressure tested csg, held 500 psi. Spotted 25 sx class C cmt @ 5100-4599'. Spotted 45 sx class C cmt @ 3910' & displaced to 2908'. (Combined San Andres & Shoe plug). WOC. 11/16/18 Tagged pug @ 3006'. Perfd csg @ 2350'. Pressured up on perfs to 1000 psi. Spotted 25 sx class C cmt @ 2400' & displaced to 1908'. WOC. Tagged plug @ 1981' (Per Pat McKelvey w/ BLM's request). Perfd csg @ 1340'. Established an injection rate of 1.5 BPM @ 600 PSI. Sqz'd 50 sx class C cmt @ 1340' & displaced to 972'. WOC. 11/19/18 Tagged plug @ 813'. Perf'd csg @ 60'. Established injection rate, had circulation on surface & intermediate csg. ND BOP, NU Flange. Sqz'd 45 sx class C cmt @ 60'. & circulated to surface. Rigged down & moved off. 11/27/18 Moved in backhoe and welder. Dug around well head. Opened valves & had pressure on the surface. Stopped job. Reloaded backhoe, moved off. 12/05/18 Downloaded backhoe, covered around well head & installed steel mat. Reloaded backhoe. 12/06/18 MIRU plugging equipment. ND well head, NU BOP. RIH w/ power swivel, drill bit, & 4" packer to 94", POH. Set packer @ 65', Pressure tested csg, held 500 PSI. POH w/ 1 jt, set packer, pressure tested csg, and held 600 psi. SIW. 12/07/18 Bled off pressure, RIH & tagged cmt plug @ 800'. Perfd csg @ 750'. Established an injection rate of 1.5 BPM's @ 1000 psi. ND BOP, NU Flange. Sqz'd 100 sx class C cmt @ 750' & displaced to 108'. WOC. 12/10/18 Tagged plug @ 12'. RU power swivel & RIH to 187'. POH. Perfd csg @ 170'. NU Flange, pressured up on perfs to 1000 PSI. Perfd csg @ 150'. Pressured tested csg to 1000 psi 12/11/18 St packer @ 93'. Pressure tested above and below, held 1500 psi. Perfd csg @ 60'. RIH to 187'. Spotte 10.sx class C cmt @ 187 & circulated to surface. Replaced cap. Soz'd 40 sx class C cmt down surface casing annulus to surface. 12/12/18 Verified coment to surface. Rigged down & moved off. 01/04/19 Moved in backhoe and welder, dug out cellar, cut off well head, and verified cement to surfa "Below Ground Dry Hole Marker". Backfilled cellar, cut off deadmen, cleaned location, and moved off RECLAMATION PROCEDURE

	ATTACHED	
14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed)		
Cindy Campbell	Production Accor	ountant DUE 6-11-19'
Signature inducampall	Date	01/10/2019
THE SPACE FOR FEDE	RAL OR STATE (OFICE USECCEPTED FOR RECORD
Approved by	Title	EEB - 5 2019
		Dalle - Color
Conditions of approval, if any, are attached. Approval of this notice does not warrant of certify that the applicant holds legal or equitable title to those rights in the subject leas which would entitle the applicant to conduct operations thereon.		BUREAU OF LAND MANAGEMENT
Fitle 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 Onited States

any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.



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 (Contact service companies, allowing plenty of time to have the risers and power lines and poles removed prior to reclamation, don't wait till the last day and try to get them to remove infrastructure). Strip and remove caliche, contour the location to blend with the surrounding landscape, re-distribute 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

Crystal Weaver Environmental Protection Specialist 575-234-5943

Shelly Tucker Environmental Protection Specialist 575-234-5979

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