Form 3160-5 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR

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

					5. Lease Serial No. LC-059152b		
SUBMIT IN TRIPLICATE - Other instructions on page 2					7. If Unit of CA/Agreement, Name and/or No.		
1. Type of Well MAY 2 0 20					10		
						Paddy 24 Federal No. 1	
2. Name of Operator CML Exploration	on, LLC		RE(CEIV	Well No. 30-025	5-37378	
			(include area code	?)	10. Field and Pool or Exploratory Area		
Snyder, TX 79550	325-573-075	i0 ·		Wildcat G-03 S173318N; Yeso 97727			
4. Location of Well (Footage, Sec., T., F 660' FNL & 400' FEL Sec. 24, T-		:	11. Country or Parish, State Lea County, NM				
12. CHE	CK THE APPROPRIATE B	OX(ES) TO INI	DICATE NATURE	OF NOTIO	CE, REPORT OR OTHE	R DATA	
TYPE OF SUBMISSION	E OF SUBMISSION TYPE OF AC						
Notice of Intent	Acidize Alter Casing Casing Repair		en aulic Fracturing Construction	Recla	amation mplete	Water Shut-Off Well Integrity Other	
Subsequent Report	Change Plans	✓ Plug	and Abandon	=	oorarily Abandon	_	
Final Abandonment Notice	Convert to Injection	Plug	Back Water Disposal				
psi. Held good. Spotted plu tubing. Shut well in for night 3/7/19 Tagged plug # 2 @ 4 @ 1650'. RIH w/ PKR & tub 1538'. POOH w/ tubing & P in for night. 3/8/19 Tagged plug @ 966' Cement circulated to surface	ig # 1 - 25 sx of "C" cent. 3391'. Spotted plug # 3 bing to 1348'. Squeeze 2KR. Perf 5½" casing @ _ POOH & lay down all e inside and outside of urface dry hole marker.	nent from 576 3 - 25 sx cemed plug # 4 - 2 20 1100'. RIH tubing. Perf 5½" casing. **Below groups	ent from 2311' 25 sx from 165' I w/ PKR & tub 5½" casing @ ND BOP. Dug und cap was in	- 2111'. 0' - 1550' ing to 770 500'. So out well stalled as	g # 2 - 50 sx cement Pulled out of hole wi WOC for 4 hours. D'. Squeezed plug # queezed plug # 6 - 13 head. Cut off casing	th tubing. Perforate 5½" casin RIH & tagged cement @ 5 from 1100' - 1000'. Shut we 30 sx from 500' to surface gs and wellhead 3' below A's from the BLM. Backfilled	
14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed) Nolan von Roeder			Area En	nineer			
			Area Engineer Title				
Signature Molember 1			Date ACCEPTED FOR RECORD				
	THE SPACE	FOR FED	ERAL OR ST	ATE OF	ICE USE 700L	TED TON NEOUND	
Approved by			Title		Da	_{te} APR 1 5 2019	
Conditions of approval, if any, are attact certify that the applicant holds legal or e which would entitle the applicant to con-	equitable title to those rights					AU OF LAND MANAGEMENT	

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.

(Instructions on page 2)

X7 NMOCD 5-21-19 FOR RECORD ONLI



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 pienty 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.

- 1 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

Melissa Horn Environmental Protection Specialist 575-234-5951

Kelsey Wade Environmental Protection Specialist 575-234-5996

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