Do not u	UNITED STAT DEPARTMENT OF THE BUREAU OF LAND MAN DRY NOTICES AND REP use this form for proposals	INTERIOR AGEMENT C ORTS ON WELLS to drill or to re-enter an	DCD Artesia	OMB NO	APPROVED D. 1004-0137 nuary 31, 2018
	ed well. Use form 3160-3 (A 				ement, Name and/or No.
1. Type of Well Oil Well Gas Well				8. Well Name and No. LUSITANO 27-15	FED COM 234H
 Name of Operator DEVON ENERGY PRO 		LINDA GOOD od@dvn.com		9. API Well No.	
3a. Address 333 WEST SHERIDAN OKLAHOMA CITY, OK		3b. Phone No. (include area co Ph: 405-552-6558	ode)	10. Field and Pool or JENNINGS; BC	Exploratory Area NE SPRING, W
4. Location of Well (Footage	, Sec., T., R., M., or Survey Descripti	ion)		11. County or Parish,	State
Sec 27 T25S R31E Me	NMP NENE 235FNL 295FEI	-		EDDY COUNTY	(, NM
12. CHECK T	HE APPROPRIATE BOX(E	S) TO INDICATE NATURE	OF NOTICE,	REPORT, OR OTH	HER DATA
TYPE OF SUBMISSION	N	TYPE	OF ACTION		
Notice of Intent	Acidize	🗖 Deepen	Product	ion (Start/Resume)	U Water Shut-Off
_	Alter Casing	Hydraulic Fracturin	ng 🔲 Reclama	ation	Well Integrity
□ Subsequent Report	Casing Repair	New Construction	🗖 Recomp		□ Other
Final Abandonment No	tice Change Plans	Plug and AbandonPlug Back	Tempor Water D	arily Abandon Disposal	
If the proposal is to deepen d Attach the Bond under which following completion of the i testing has been completed. determined that the site is rea		ly, give subsurface locations and me ide the Bond No. on file with BLM/ results in a multiple completion or filed only after all requirements, inc	easured and true ve BIA. Required sul recompletion in a r	rtical depths of all pertin psequent reports must be new interval, a Form 316 n, have been completed	nent markers and zones. filed within 30 days 0-4 must be filed once
Devon Energy Producti	YTON: Per conversation with on Co., LP respectfully reque: Development Plan prior to API ted as many APD's), we will b	sts permission to build a pad		d y ^{f th} NM OIL CO I	
We need the first Spud on the pad in 35 days.	der rig to start no later than Au 7 surface holes to drill/case ta	ugust 15, 2017, finishing the s aking an average of 5 day/ea	surface holes ch.		7 2017
	need to build large pad: modate higher well count; dril	ling 2 pods of wells for a tota	l of 7 well pad.	RECE	IVED
14. I hereby certify that the fore	Electronic Submission	#380860 verified by the BLM GY PRODUCTION COMPAN, s	Well Informatior sent to the Carls	n System ibad	
Name (Printed/Typed) LIN	DA GOOD	Title REG	ULATORY SPI	ECIALIST	
Signature (Ele	ctronic Submission)	Date 07/1	0/2017		
	, THIS SPACE	FOR FEDERAL OR STAT	E OFFICE U	SE	
Approved By	1 My tr	Title M	9/4-1	who & Mihi	W Bate 7/13/17
Conditions of approval, if any, are certify that the applicant holds leg which would entitle the applicant t	attached. Approval of this notice do al or equitable title to those rights in to conduct operations thereon.	bes not warrant or the subject lease Office	FO		
	Fitle 43 U.S.C. Section 1212, make i adulent statements or representations			ike to any department or	agency of the United
(Instructions on page 2)					

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$^\prime$ ** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTE	ED **
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Additional data for EC transaction #380860 that would not fit on the form

32.' Additional remarks, continued

1

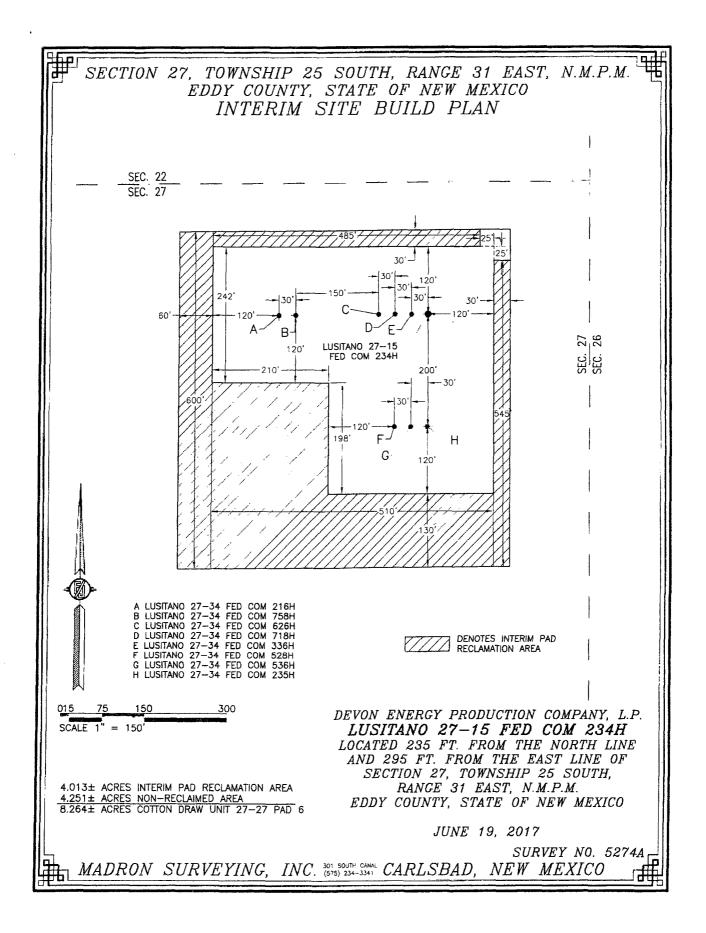
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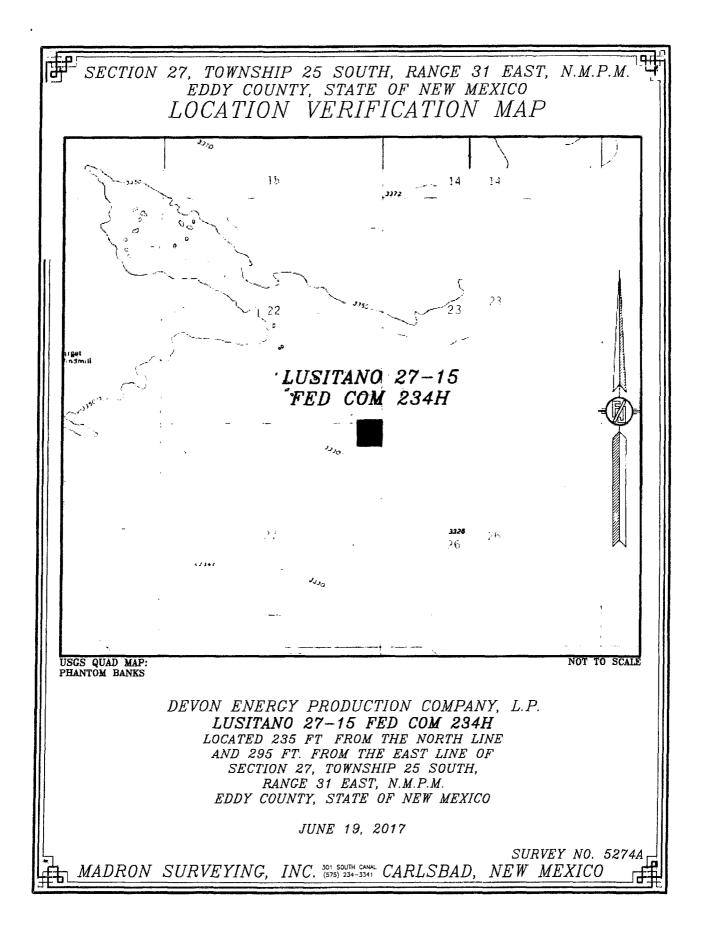
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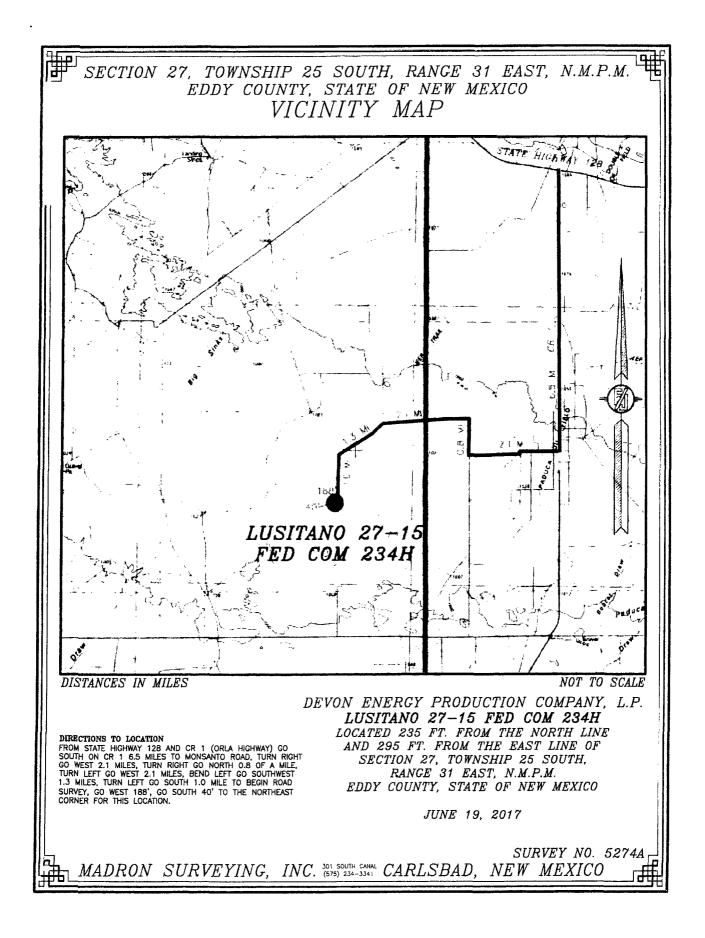
2. Multiple pods to facilitate drilling and completing wells simultaneously.3. Larger pad to accommodate drilling and completion equipment footprints.

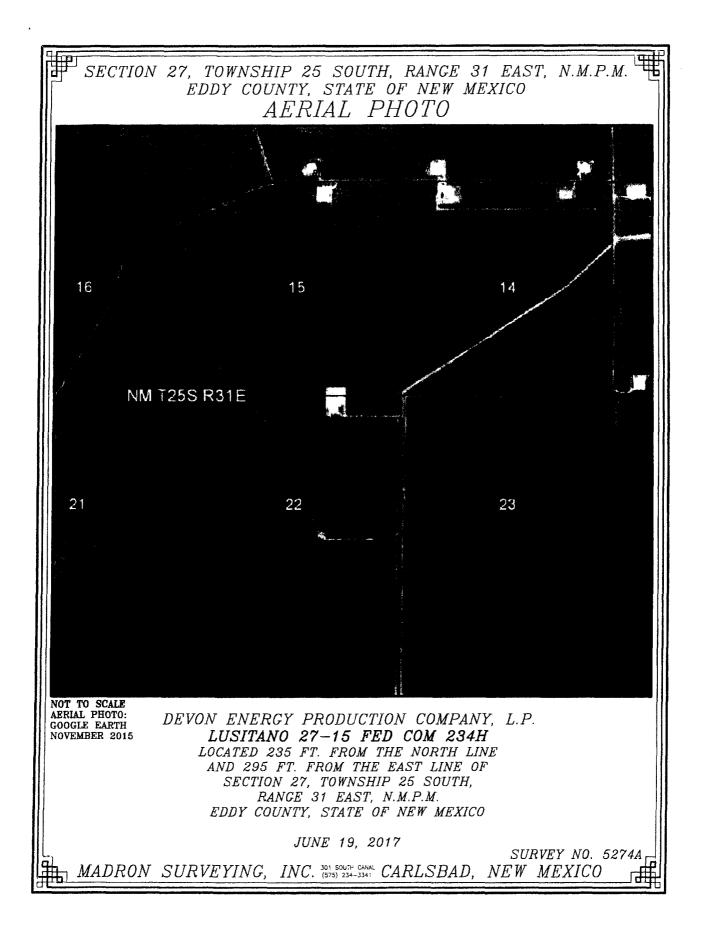
Below are the submitted APD's:

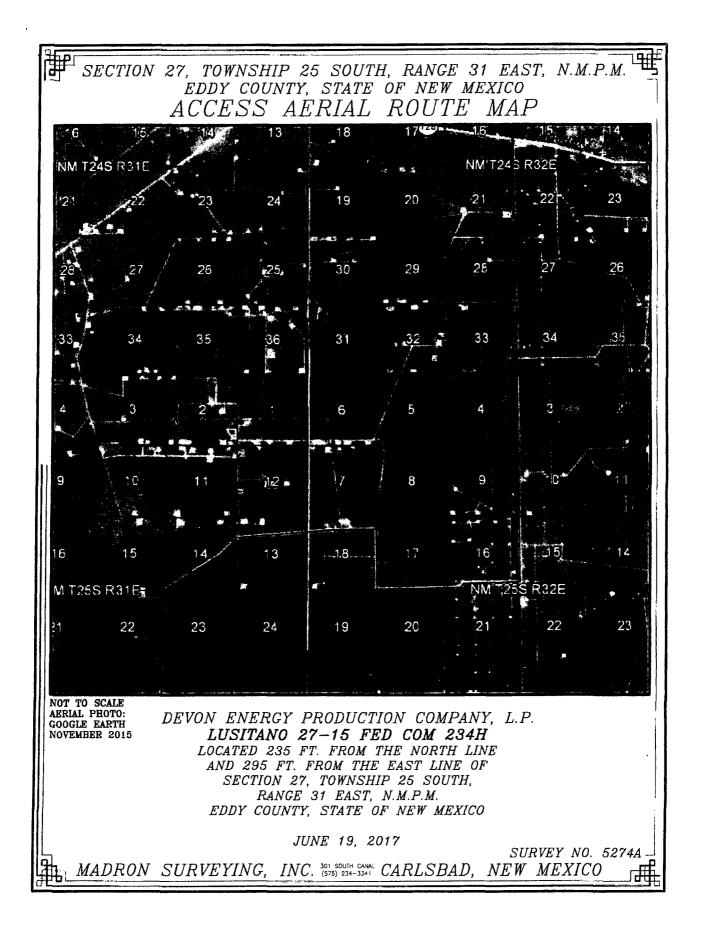
Lusitano 27-15 Fed Com 234H - APD submitted 6/21/17. Approval by 8/4/17 Lusitano 27-34 Fed Com 336H - APD submitted 6/27/17. Approval by 8/12/17 Lusitano 27-34 Fed Com 718H - APD submitted 6/27/17. Approval by 8/12/17 Lusitano 27-34 Fed Com 626H - APD submitted 6/28/17. Approval by 8/12/17 Lusitano 27-34 Fed Com 235H - APD submitted 6/28/17. Approval by 8/12/17 Lusitano 27-34 Fed Com 536H - APD submitted 6/28/17. Approval by 8/12/17 Lusitano 27-34 Fed Com 536H - APD submitted 6/28/17. Approval by 8/12/17 Lusitano 27-34 Fed Com 528H - APD submitted 6/28/17. Approval by 8/12/17 Lusitano 27-34 Fed Com 528H - APD submitted 6/28/17. Approval by 8/12/17

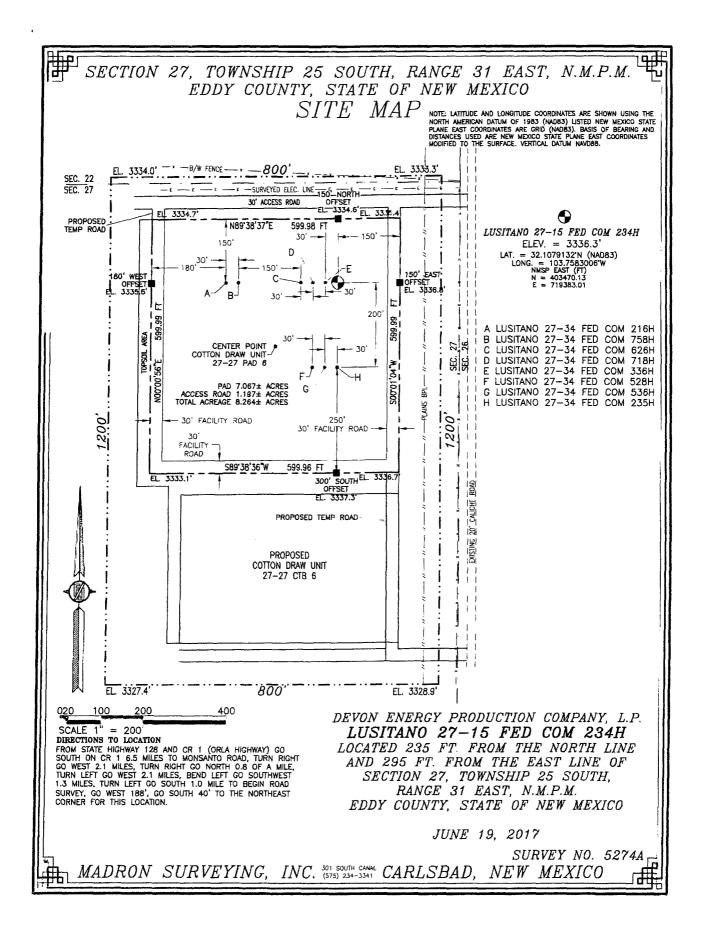












1220 South St. Francis Dr. **OIT CONSERVATION DIVISION** Energy, Minerals & Natural Resources Department State of New Mexico

Santa Fe, NM 87505

🗌 AMENDED REPORT

Revised August 1, 2011

Submit one copy to appropriate

District Office

Form C-102

1000 Rie Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 District III <u>District II</u> 11 S. Füst St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 Phone: 1575 Блопе: (575) 393-6161 Рах: (575) 393-0720

1625 N. French Dr., Hobbs, NM 88240

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District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 1220 S. (505) 476-3460 Fax: (505) 476-3462

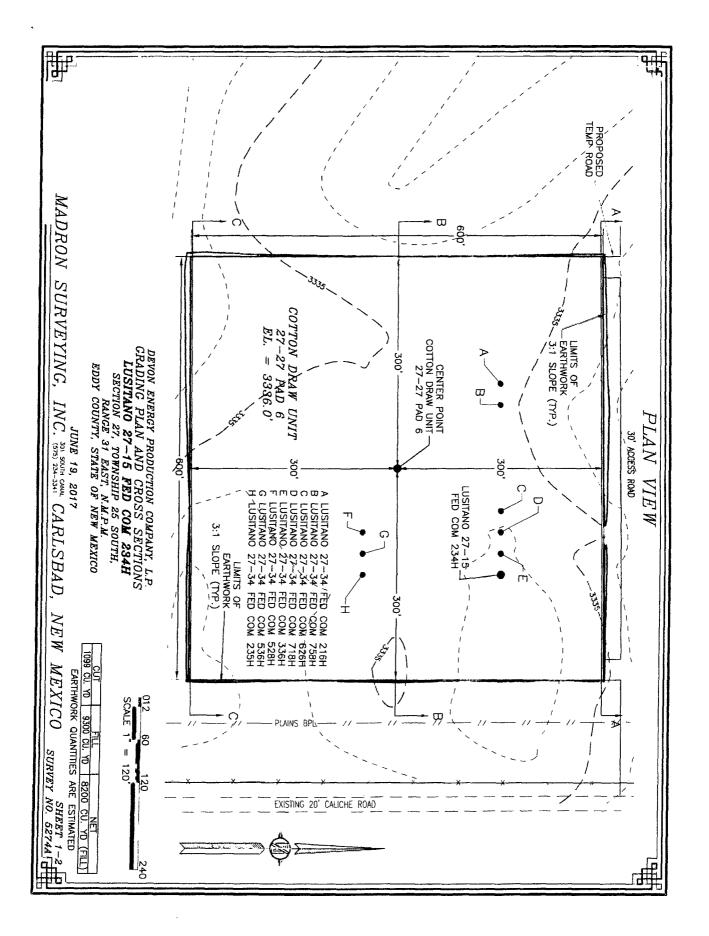
WELL LOCATION AND ACREAGE DEDICATION PLAT

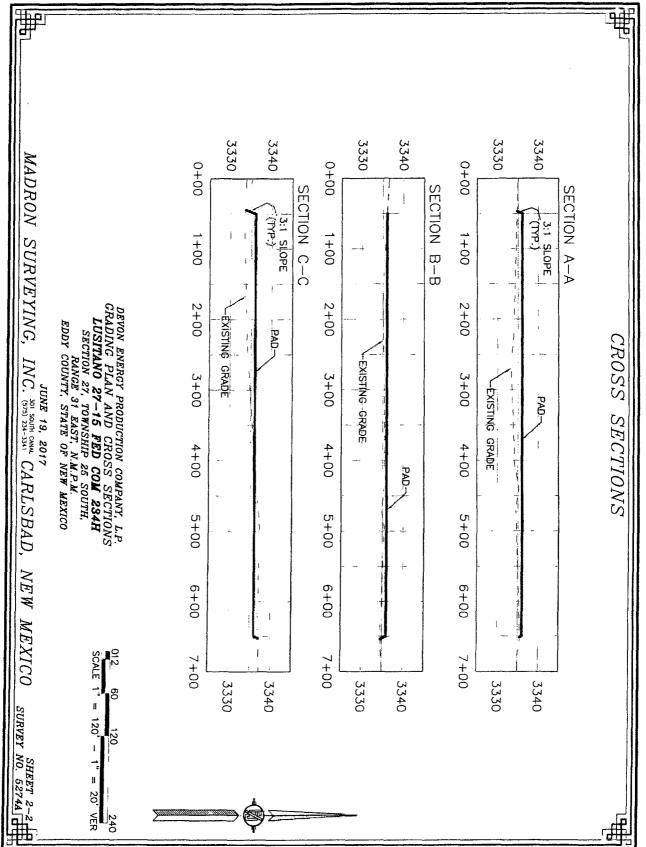
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ſ	534H Nell Number	-				TORLLVNO 52-12 RED COW 5 Property Name		nT			əpoj	, Property C
ſ			Pring, West	2 onod ;2 one 5		7860 ² Pool Code	26		admuN 191	<i>i</i> 1		

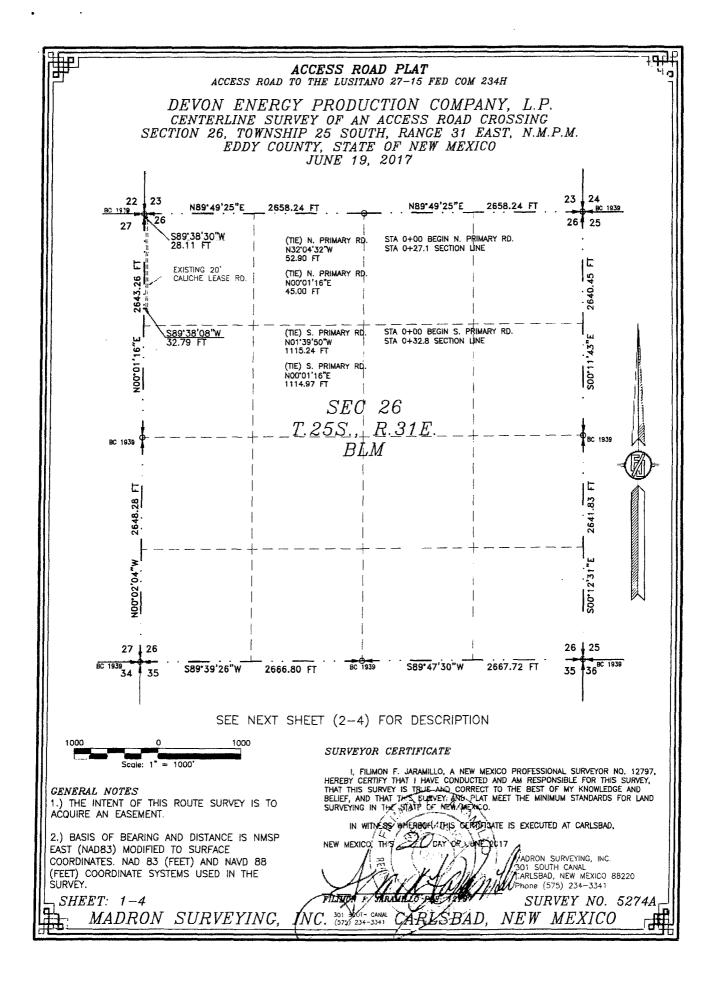
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				ler No.	ode ¹⁵ Or) notschilozae	Laft "CC	to finiol.	Dedicated Acres
EDDX Comuth	EAST East/West line	330 Leet from the	NORTH Vorth/South line	Feet from the 330	Lot Ida	31 E K ^{suge}	didamvoT 2 25	IS Section	UL or lot no. A
		n Surface	Different Fron	I noits out a	oloH mo	n Boti			
EDDY	EAST	567	HLHON	se7		31 E	S 57	LT	¥

noisivib No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the

Constant Survey No. 5274A	E = 3 I 680/2/2 = 3 I 680/2/2 = 3 I 680/2/2 = 3 I 680/2/2 = 3
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לוסננפן אנטע אוין אין דער אין אין מכנודען איז	
I hereby certify that the well location shown on this plat was	
*SURVEYOR CERTIFICATION	
- ROLFADILITICIO COVERIALIS.	(13) 1573 (350) = N $(13) 1573 (350) = N$ $(13) 1573 (350) = N$
	10/07 = 102/12/22/22/18
E-mail Address	N31496511202 101 201 N4 0 000402 257 35 1020201
moo.nvb@boog.ebnil	
	59 CF301 = 3 (57 CF
Printed Name	
Linda Good	
	HAL DESIGNED SEC 35 HAL COMPRE SEC 35 HAL COMPRE SEC 35 HAL COMPRE SEC 35
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parative allocated as the second frost providence and the second from the second from the second from the second from the second s	1/192961/ = 3 (1) 15/9 45/14 8 1/17291/1 = N = M 8/2/2921/01 = 9/001;
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ם כסטנוסכו איזף שו סאוובג הל צווכף ש שוטבנסן סג אסטקטצ ועזבנבצי סג נס ש	ST 1.000139
bottom hole location or has a right to drill this well at this location pursuant to	
basoqorq ahi guibuloni land ahi ni Ravani intenim basbahu to Rava intended	65'000/4/ = 3
pest of my knowledge and belief, and that this organization either owns a	(1) ISVI ASVI (1) (1) (1) (1) (1) (1) (1) (1) (1) (1)
ן אפגפאל כבעילא ואתו ואב הולטומתוטה כטוומווגע אבגבוע וג וואב מות כטולובוב וס ואב	100/C = 1001/2 = 001/2 = 00/C = 100/C
	171 = 3713(552) -1 (1353)
¹¹ OPERATOR CERTIFICATION	ΠΟΤΛΕΙΑ 346377 Ε. ΙΟΥΥΤΑΕΙΑ 346377 Ε. ΙΟΥΥΤΕΙΑ

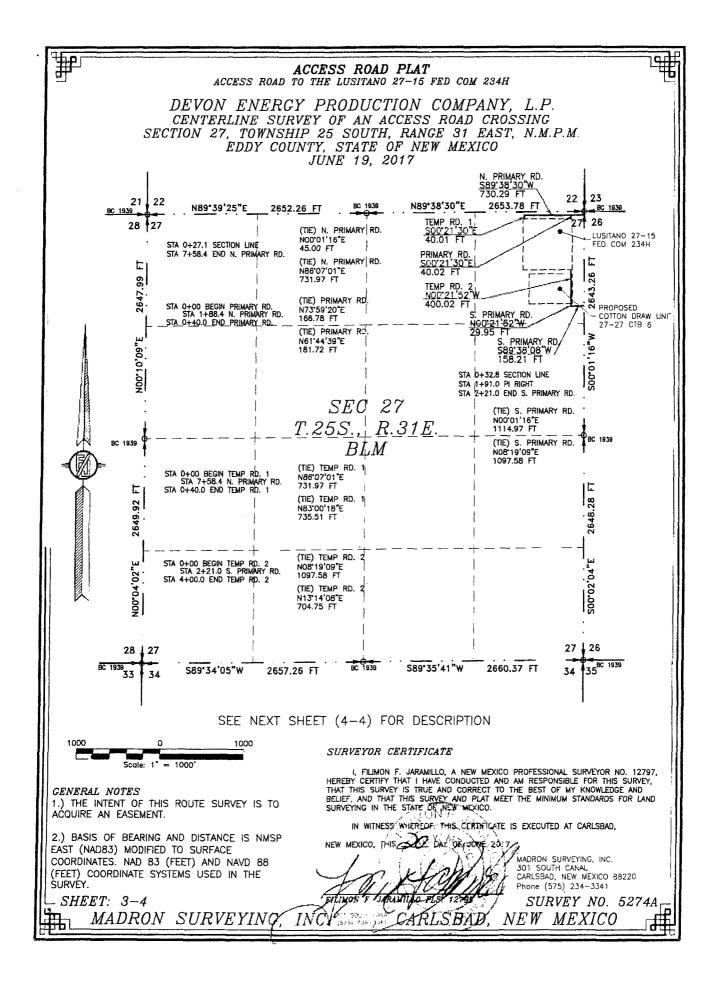






	CCESS ROAD PLAT THE LUSITANO 27-15 FED COM 234H	
CENTERLINE SURVI SECTION 26, TOWNSHIF EDDY COUN	PRODUCTION COMPANY, L.P. ey of an access road crossing p 25 south, range 31 east, n.m.p.m. ty, state of new mexico june 19, 2017	
	DESCRIPTION of Land Management Land in Section 26, Township 25 South, Range 31 and Being 15 Feet each side of the following described centerline	
NORTHWEST CORNER OF SAID SECTION 26, TOWNSHIP	AID SECTION 26, TOWNSHIP 25 SOUTH, RANGE 31 EAST, N.M.P.M., WHENCE THE 25 SOUTH, RANGE 31 EAST, N.M.P.M. BEARS N32"04"32"W, A DISTANCE OF	
	TERMINUS OF THIS CENTERLINE SURVEY, WHENCE THE NORTHWEST CORNER OF AST, N.M.P.M. BEARS NO0'01'16"E, A DISTANCE OF 45.00 FEET;	
SAID STRIP OF LAND BEING 28.11 FEET OR 1.70 RODS BY FORTIES AS FOLLOWS:	IS IN LENGTH, CONTAINING 0.019 ACRES MORE OR LESS AND BEING ALLOCATED	
NW/4 NW/4 28.11 L.F. 1.70 RODS 0.019 ACRES		
NORTHWEST CORNER OF SAID SECTION 26, TOWNSHIP	AID SECTION 26, TOWNSHIP 25 SOUTH, RANGE 31 EAST, N.M.P.M., WHENCE THE 25 SOUTH, RANGE 31 EAST, N.M.P.M. BEARS NO1'39'50'W, A DISTANCE OF	
	TERMINUS OF THIS CENTERLINE SURVEY, WHENCE THE NORTHWEST CORNER OF NST, N.M.P.M. BEARS NOO'01'16"E, A DISTANCE OF 1114.97 FEET;	
SAID STRIP OF LAND BEING 32.79 FEET OR 1.99 RODS BY FORTIES AS FOLLOWS:	S IN LENGTH, CONTAINING 0.023 ACRES MORE OR LESS AND BEING ALLOCATED	
NW/4 NW/4 32.79 L.F. 1.99 RODS 0.023 ACRES		
	SURVEYOR CERTIFICATE	
CENERAL NOTES 1.) THE INTENT OF THIS ROUTE SURVEY IS TO	I, FILIMON F. JARAMILLO, A NEW MEXICO PROFESSIONAL SURVEYOR NO. 12 HEREBY CERTIFY THAT I HAVE CONDUCTED AND AM RESPONSIBLE FOR THIS SURV THAT THIS SURVEY IS TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE ANI BELIEF, AND THAT THIS SURVEY AND PLAT MEET THE MINIMUM STANDARDS FOR I SURVEYING IN THE STATE & NEW MEXICO.	VEY, D
ACQUIRE AN EASEMENT. 2.) BASIS OF BEARING AND DISTANCE IS NMSP	IN WITNESS WHEREOF, THIS CENTIFICATE IS EXECUTED AT CARLSBAD,	
EAST (NAD83) MODIFIED TO SURFACE COORDINATES. NAD 83 (FEET) AND NAVD 88 (FEET) COORDINATE SYSTEMS USED IN THE	NEW MEXICO, THIS CLU HAY DE JUNE 2017 MADRON SURVEYING, INC. JOI SOUTH CANAL DOARLSBAD, NEW MEXICO 88220	
SURVÉY.	Prone (575) 234-3341 SURVEY NO. 527	74A,
MADRON SURVEYING. 11	NCARLSBAD, NEW MEXICO	

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JH J		CCESS ROAD PLAT) THE LUSITANO 27-15 FED COM 234H	
	CENTERLINE SURV SECTION 27, TOWNSHI	PRODUCTION COMPANY, L.P. Yey of an access road crossing P 25 South, range 31 East, n.m.p.m. NTY, state of new Mexico JUNE 19, 2017	
A STRIP OF L N.M.P.M., EDD	AND 30 FEET WIDE CROSSING BUREAU OF L Y COUNTY, STATE OF NEW MEXICO AND BEIN	DESCRIPTION AND MANAGEMENT LAND IN SECTION 27, TOWNSHIP 25 SOUTH, RANGE 31 EAST, IG 15 FEET EACH SIDE OF THE FOLLOWING DESCRIBED CENTERLINE SURVEY:	
CORNER OF S THENCE S89'3	A POINT WITHIN THE NE/4 NE/4 OF SAID : AND SECTION 27, TOWNSHIP 25 SOUTH, RAN 8'30"W A DISTANCE OF 730.29 FEET THE T	SECTION 27, TOWNSHIP 25 SOUTH, RANGE 31 EAST, N.M.P.M., WHENCE THE NORT GE 31 EAST, N.M.P.M. BEARS NOO'O'1'16"E, A DISTANCE OF 45.00 FEET; ERMINUS OF THIS CENTERLINE SURVEY, WHENCE THE NORTHEAST CORNER OF SAIL P.M. BEARS N66'07'01"E, A DISTANCE OF 731.97 FEET;	
SAID STRIP OF		IN LENGTH, CONTAINING 0.503 ACRES MORE OR LESS AND BEING ALLOCATED BY	,
NE/4 NE/4	730.29 L.F. 44.26 RODS 0.503 ACRES		
CORNER OF S THENCE S89'3 THENCE NOO'2	A POINT WITHIN THE NE/4 NE/4 OF SAID 3 AID SECTION 27, TOWNSHIP 25 SOUTH, RAN 8'OB"W A DISTANCE OF 158.21 FEET TO AN 1'52"W A DISTANCE OF 29.95 FEET THE TEI	SECTION 27, TOWNSHIP 25 SOUTH, RANGE 31 EAST, N.M.P.M., WHENCE THE NORT GE 31 EAST, N.M.P.M. BEARS NOO'OI'16"E, A DISTANCE OF 1114.97 FEET; ANGLE POINT OF THE LINE HEREIN DESCRIBED; MINUS OF THIS CENTERLINE SURVEY, WHENCE THE NORTHEAST CORNER OF SAID P.M. BEARS NOB'19'09"E, A DISTANCE OF 1097.58 FEET;	
SAID STRIP OF FORTIES AS FO		IN LENGTH, CONTAINING 0.130 ACRES MORE OR LESS AND BEING ALLOCATED BY	,
NE/4 NE/4	188.16 L.F. 11.40 RODS 0.130 ACRES		
CORNER OF SA THENCE SOO'2	A POINT WITHIN THE NE/4 NE/4 OF SAID S ND SECTION 27, TOWNSHIP 25 SOUTH, RANG 1'30"E A DISTANCE OF 40.02 FEET THE TER	SECTION 27, TOWNSHIP 25 SOUTH, RANGE 31 EAST, N.M.P.M., WHENCE THE NORT GE 31 EAST, N.M.P.M. BEARS N73'59'20"E, A DISTANCE OF 166.78 FEET; WINUS OF THIS CENTERLINE SURVEY, WHENCE THE NORTHEAST CORNER OF SAID P.M. BEARS N61'44'39"E, A DISTANCE OF 181.72 FEET;	HEAST
SAID STRIP OF AS FOLLOWS:	LAND BEING 40.02 FEET OR 2.43 RODS IN	I LENGTH, CONTAINING 0.028 ACRES MORE OR LESS AND BEING ALLOCATED BY F	ORTIES
NE/4 NE/4 4	10.02 L.F. 2.43 RODS 0.028 ACRES		
CORNER OF SA THENCE SOO'2	A POINT WITHIN THE NE/4 NE/4 OF SAID S ND SECTION 27, TOWNSHIP 25 SOUTH, RANG 1'30"E A DISTANCE OF 40.01 FEET THE TER	SECTION 27, TOWNSHIP 25 SOUTH, RANGE 31 EAST, N.M.P.M., WHENCE THE NORT EG 31 EAST, N.M.P.M. BEARS N86'07'01"E, A DISTANCE OF 731.97 FEET; MINUS OF THIS CENTERLINE SURVEY, WHENCE THE NORTHEAST CORNER OF SAID P.M. BEARS N83'00'18"E, A DISTANCE OF 735.51 FEET;	HEAST
SAID STRIP OF AS FOLLOWS:	LAND BEING 40.01 FEET OR 2.42 RODS IN	LENGTH, CONTAINING 0.028 ACRES MORE OR LESS AND BEING ALLOCATED BY F	ORTIES
NE/4 NE/4 4	0.01 L.F. 2.42 RODS 0.028 ACRES		
CORNER OF SA THENCE NO0'21	A POINT WITHIN THE NE/4 NE/4 OF SAID S ID SECTION 27, TOWNSHIP 25 SOUTH, RANG 1'52"W A DISTANCE OF 400.02 FEET THE TE	ECTION 27, TOWNSHIP 25 SOUTH, RANGE 31 EAST, N.M.P.M., WHENCE THE NORT E 31 EAST, N.M.P.M. BEARS NO8'19'09"E, A DISTANCE OF 1097.58 FEET; RMINUS OF THIS CENTERLINE SURVEY, WHENCE THE NORTHEAST CORNER OF SAIL .M. BEARS N13'14'08"E, A DISTANCE OF 704.75 FEET;	
SAID STRIP OF FORTIES AS FO		IN LENGTH, CONTAINING 0.275 ACRES MORE OR LESS AND BEING ALLOCATED BY	
NE/4 NE/4 4	00.02 L.F. 24.24 RODS 0.275 ACRES		
		SURVEYOR CERTIFICATE	
ACQUIRE AN EAS 2.) BASIS OF BI EAST (NAD83) M	OF THIS ROUTE SURVEY IS TO	I, FILIMON F. JARAMILLO, A NEW MEXICO PROFESSIONAL SURVEYOR HEREBY CERTIFY THAT I HAVE CONDUCTED AND AM RESPONSIBLE FOR THIS THAT THIS SURVEY IS TRUE AND CORRECT TO THE BEST OF MY KNOWLED BELIEF, AND THAT THIS SURVEY AND PLAT MEET THE MINIMUM STANDARDS SURVEYING IN THE STATE OF NEW JNEXICO. IN WITNESS WHERE THIS GERTIFICATE IS EXECUTED AT CARLSBAD, NEW MEXICO, THIS DAY DAY OF WHE 2017	S SURVI GE AND FOR L
	ATE SYSTEMS USED IN THE	HUNDER MANUEL PLS 1979 SURVEY NO.	
ma í		NCV SE CABESBAD, NEW MEXICO	

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BLM Lease Number: NMNM16348 Company Reference: DEVON ENERGY PRODUCTION Well Name & Number: LUSITANO 27-15 FED COM 234H

STANDARD STIPULATIONS FOR OIL AND GAS RELATED SITES

A copy of the application (Grant/Sundry Notice) and attachments, including stipulations and map, will be on location during construction. BLM personnel may request to view a copy of your permit during construction to ensure compliance with all stipulations.

The holder agrees to comply with the following stipulations to the satisfaction of the Authorized Officer, BLM.

1. The holder shall indemnify the United States against any liability for damage to life or property arising from the occupancy or use of public lands under this grant and for all response costs, penalties, damages, claims, and other costs arising from the provisions of the Resource Conservation and Recovery Act (RCRA), 42 U.S.C. Chap. 82, Section 6901 et. seq., from the Comprehensive Environmental Response, Compensation and Liability Act (CERCLA), 42 U.S.C. Chap. 109, Section 9601 et. seq., and from other applicable environmental statues.

2. The holder shall comply with all applicable Federal laws and regulations existing or hereafter enacted or promulgated. In any event, the holder shall comply with the Toxic Substances Control Act of 1976, as amended (15 U.S.C. 2601, et. seq.) with regard to any toxic substances that are used, generated by or stored on the right-of-way or on facilities authorized by this grant. (See 40 CFR, Part 702-799 and especially, provisions on polychlorinated biphenyls, 40 CFR 761.1-761.193.) Additionally, any release of toxic substances (leaks, spills, etc.) in excess of the reportable quantity established by 40 CFR, Part 117 shall be reported as required by the Comprehensive Environmental Response, Compensation and Liability Act, Section 102b. A copy of any report required or requested by any Federal agency or State government as a result of a reportable release or spill of any toxic substances shall be furnished to the Authorized Officer concurrent with the filing of the reports to the involved Federal agency or State government.

3. The holder agrees to indemnify the United States against any liability arising from the release of any hazardous substance or hazardous waste (as these terms are defined in the Comprehensive Environmental Response, Compensation and Liability Act of 1980, 42 U.S.C. 9601, et. seq. or the Resource Conservation and Recovery Act, 42 U.S.C. 6901, et. seq.) on the right-of-way (unless the release or threatened release is wholly unrelated to the right-of-way holder's activity on the right-of-way). This agreement applies without regard to whether a release is caused by the holder, its agent, or unrelated third parties.

4. If, during any phase of the construction, operation, maintenance, or termination of the site or related pipeline(s), any oil or other pollutant should be discharged from site facilities, the pipeline(s) or from containers or vehicles impacting Federal lands, the control and total removal, disposal, and cleanup of such oil of other pollutant, wherever found, shall be the responsibility of the holder, regardless of fault. Upon failure of the holder to control, dispose of, or clean up such

discharge on or affecting Federal lands, or to repair all damages to Federal lands resulting therefrom, the Authorized Officer may take such measures as deemed necessary to control and cleanup the discharge and restore the area, including, where appropriate, the aquatic environment and fish and wildlife habitats, at the full expense of the holder. Such action by the Authorized Officer shall not relieve the holder of any liability or responsibility.

5. Sites shall be maintained in an orderly, sanitary condition at all times. Waste materials, both liquid and solid, shall be disposed of promptly at an appropriate, authorized waste disposal facility in accordance with all applicable State and Federal laws. "Waste" means all discarded matter including, but not limited to, human waste, trash, garbage, refuse, petroleum products, brines, chemicals, oil drums, ashes, and equipment.

6. The operator will notify the Bureau of Land Management (BLM) authorized officer and nearest Fish and Wildlife Service (FWS) Law Enforcement office within 24 hours, if the operator discovers a dead or injured federally protected species (i.e., migratory bird species, bald or golden eagle, or species listed by the FWS as threatened or endangered) in or adjacent to a pit, trench, tank, exhaust stack, or fence. (If the operator is unable to contact the FWS Law Enforcement office, the operator must contact the nearest FWS Ecological Services office.)

7. All above-ground structures not subject to safety requirements shall be painted by the holder to blend with the natural color of the landscape. The paint used shall be a color which simulates "Standard Environmental Colors" designated by the Rocky Mountain Five-State Interagency Committee. The color selected for this project is **Shale Green**, Munsell Soil Color Chart Number 5Y 4/2.

8. Any cultural and/or paleontological resource (historic or prehistoric site or object) discovered by the holder, or any person working on the holder's behalf, on public or Federal land shall be immediately reported to the Authorized Officer. The holder shall suspend all operations in the immediate area of such discovery until written authorization to proceed is issued by the Authorized Officer. An evaluation of the discovery will be made by the Authorized Officer to determine appropriate actions to prevent the loss of significant cultural or scientific values. The holder will be responsible for the cost of evaluation and any decision as to the proper mitigation measures will be made by the Authorized Officer after consulting with the holder.

9. A sales contract for removal of mineral material (caliche, sand, gravel, fill dirt) from an authorized pit, site, or on location must be obtained from the BLM prior to commencing construction. There are several options available for purchasing mineral material: contact the BLM office (575-234-5972).

10. The operator shall be held responsible if noxious weeds become established within the areas of operations. Weed control shall be required on the disturbed land where noxious weeds exist, which includes the roads, pads, associated pipeline corridor, and adjacent land affected by the establishment of weeds due to this action. The operator shall consult with the Authorized Officer for acceptable weed control methods, which include following EPA and BLM requirements and policies.

11. Once the site is no longer in service or use, the site must undergo final abandonment. At final abandonment, the site and access roads must undergo "final" reclamation so that the character and productivity of the land are restored. Earthwork for final reclamation must be completed within six (6) months of the abandonment of the site. All pads and facility locations and roads must be reclaimed to a satisfactory revegetated, safe, and stable condition, unless an agreement is made with the landowner or BLM to keep the road and/or pad intact. After all disturbed areas have been satisfactorily prepared, these areas need to be revegetated with the seed mixture provided. Seeding should be accomplished by drilling on the contour whenever practical or by other approved methods. Seeding may need to be repeated until revegetation is successful, as determined by the BLM.

Operators shall contact a BLM surface protection specialist prior to surface abandonment operations for site specific objectives (Jim Amos: 575-234-5909).

12. The holder shall stockpile an adequate amount of topsoil where blading occurs. The topsoil to be stripped is approximately 6 inches in depth. The topsoil will be segregated from other spoil piles. The topsoil will be used for final reclamation.

13. The holder will reseed all disturbed areas. Seeding will be done according to the attached seeding requirements, using the following seed mix.

() seed mixture 1	() seed mixture 3
() seed mixture 2	() seed mixture 4
(X) seed mixture 2/LPC	() Aplomado Falcon Mixture

14. In those areas where erosion control structures are required to stabilize soil conditions, the holder shall install such structures as are suitable for the specific soil conditions being encountered and which are in accordance with sound management practices. Any earth work will require prior approval by the Authorized Officer.

15. Open-topped Tanks - The operator will take actions necessary to prevent wildlife and livestock access, including avian wildlife, to all open-topped tanks that contain or have the potential to contain salinity sufficient to cause harm to wildlife or livestock, hydrocarbons, or Resource Conservation and Recovery Act of 1976-exempt hazardous substances. At a minimum, the operator will net, screen, or cover open-topped tanks to exclude wildlife and livestock and prevent mortality. If the operator uses netting, the operator will cover and secure the open portion of the tank to prevent wildlife entry. The operator will net, screen, or cover the tanks until the operator removes the tanks from the location or the tanks no longer contain substances that could be harmful to wildlife or livestock. Use a maximum netting mesh size of 1 ½ inches. The netting must not be in contact with fluids and must not have holes or gaps

16. The operator will prevent all hazardous, poisonous, flammable, and toxic substances from coming into contact with soil and water. At a minimum, the operator will install and maintain an impervious secondary containment system for any tank or barrel containing hazardous, poisonous, flammable, or toxic substances sufficient to contain the contents of the tank or barrel and any drips, leaks, and anticipated precipitation. The operator will dispose of fluids within the containment system that do not meet applicable state or U. S. Environmental Protection Agency

livestock water standards in accordance with state law; the operator must not drain the fluids to the soil or ground. The operator will design, construct, and maintain all secondary containment systems to prevent wildlife and livestock exposure to harmful substances. At a minimum, the operator will install effective wildlife and livestock exclosure systems such as fencing, netting, expanded metal mesh, lids, and grate covers. Use a maximum netting mesh size of 1 ½ inches.

17. Open-Vent Exhaust Stack Exclosures – The operator will construct, modify, equip, and maintain all open-vent exhaust stacks on production equipment to prevent birds and bats from entering, and to discourage perching, roosting, and nesting. (Recommended exclosure structures on open-vent exhaust stacks are in the shape of a cone.) Production equipment includes, but may not be limited to, tanks, heater-treaters, separators, dehydrators, flare stacks, in-line units, and compressor mufflers.

18. Containment Structures - Proposed production facilities such as storage tanks and other vessels will have a secondary containment structure that is constructed to hold the capacity of 1.5 times the largest tank, plus freeboard to account for precipitation, unless more stringent protective requirements are deemed necessary.

19. Special Stipulations:

Timing Limitation Stipulation / Condition of Approval for lesser prairie-chicken:

Oil and gas activities including 3-D geophysical exploration, and drilling will not be allowed in lesser prairie-chicken habitat during the period from March 1st through June 15th annually. During that period, other activities that produce noise or involve human activity, such as the maintenance of oil and gas facilities, pipeline, road, and well pad construction, will be allowed except between 3:00 am and 9:00 am. The 3:00 am to 9:00 am restriction will not apply to normal, around-theclock operations, such as venting, flaring, or pumping, which do not require a human presence during this period. Additionally, no new drilling will be allowed within up to 200 meters of leks known at the time of permitting. Normal vehicle use on existing roads will not be restricted. Exhaust noise from pump jack engines must be muffled or otherwise controlled so as not to exceed 75 db measured at 30 feet from the source of the noise.

Below ground-level Abandoned Well Marker to avoid raptor perching: Upon the plugging and subsequent abandonment of the well, the well marker will be installed at below ground level on a plate containing the pertinent information for the plugged well. For more installation details, contact the Carlsbad Field Office at 575-234-5972.

This authorization is subject to your Certificate of Participation and/or Certificate of Inclusion under the New Mexico Candidate Conservation Agreement. Because it involves surface disturbing activities covered under your Certificate, your Habitat Conservation Fund Account with the Center of Excellence for Hazardous Materials Management (CEHMM) will be debited according to Exhibit B Part 2 of the Certificate of Participation.

Temporary Fence Crossing Requirement

Where entry is granted across a fence line, the fence must be braced and tied off on both sides of the passageway with H-braces prior to cutting. Once the work is completed, the fence will be restored to its

prior condition, or better. The operator shall notify the private surface landowner or the grazing allotment holder prior to crossing any fences.

Cattle Guard Requirement

Where entry is granted across a fence line for an access road, the fence must be braced and tied off on both sides of the passageway with H-braces prior to cutting. Once the work is completed, the fence will be restored to its prior condition with an appropriately sized cattle guard sufficient to carry out the project. Any new or existing cattle guards on the access route shall be repaired or replaced if they are damaged or have deteriorated beyond practical use. The operator shall be responsible for the condition of the existing cattle guards that are in place and are utilized during lease operations. Once the road is abandoned, the fence would be restored to its prior condition, or better. The operator shall notify the private surface landowner or the grazing allotment holder prior to crossing any fences.

Livestock Watering Requirement

The operator must contact the allotment holder prior to construction to identify the location of the water pipelines. The operator must take measures to protect the pipelines from compression or other damages. If the water pipelines are damaged or compromised in any way near the proposed project as a result of oil and gas activity, the operator is responsible for repairing the water pipelines immediately. The operator must notify the BLM office (575-234-5972) and the private surface landowner or the grazing allotment holder if any damage occurs to structures that provide water to livestock.

During construction, the proponent shall minimize disturbance to existing fences, water lines, troughs, windmills, and other improvements on public lands. The proponent is required to promptly repair improvements to at least their former state. Functional use of these improvements will be maintained at all times. The holder will contact the grazing permittee/allottee prior to disturbing any range improvement projects. When necessary to pass through a fence line, the fence shall be braced on both sides of the passageway prior to cutting of the fence. No permanent gates will be allowed unless approved by the Authorized Officer.

As stated above, the applicant through the CCA program contributes funds that are used for habitat restoration projects identified by USFWS and BLM. Although the CCA program may not fully mitigate for impacts to habitat at the project site, it complies with the BLM mitigation rule.

In May 2008, the Pecos District Special Status Species Resource Management Plan Amendment (RMPA) was approved and is being implemented. In addition to the standard practices that minimize impacts, as listed above, the following COA will apply:

- Timing Limitation Stipulation / Condition of Approval for lesser prairie-chicken, to minimize noise associated impacts which could disrupt breeding and nesting activities.
- Upon abandonment, a low profile abandoned well marker will be installed to prevent raptor perching.

Power lines shall be constructed and designed in accordance to standards outlined in "Suggested Practices for Avian Protection on Power lines: The State of the Art in 2006" Edison Electric Institute, APLIC, and the California Energy Commission 2006. The holder shall assume the burden and expense of proving that pole designs not shown in the above publication deter raptor perching, roosting, and nesting. Such proof shall be provided by a raptor expert approved by the Authorized Officer. The BLM reserves the right to require modification or additions to all power line structures placed on this right-of-way, should they be necessary to ensure the safety of large perching birds. The holder without liability or expense shall make such modifications and/or additions to the United States.

The presence of short-eared owls is a surprising and scientifically interesting incident. The preparation and construction of CDU 34-34 pad and CTB #1 and CDU 27-27 pad and CTB #1 should be delayed until after September to allow confirmation and documentation of the nesting status.

Construction Mitigation

In order to mitigate the impacts from construction activities on cave and karst resources, the following Conditions of Approval will apply to this APD:

- In the event that any underground voids are encountered during construction activities, construction activities will be halted and the BLM will be notified immediately.
- No Blasting to prevent geologic structure instabilities.
- Pad Berming to minimize effects of any spilled contaminates.

Seed Mixture for LPC Sand/Shinnery Sites

Holder shall seed all disturbed areas with the seed mixture listed below. The seed mixture shall be planted in the amounts specified in pounds of pure live seed (PLS)* per acre. There shall be <u>no</u> primary or secondary noxious weeds in the seed mixture. Seed will be tested and the viability testing of seed shall be done in accordance with State law(s) and within nine (9) months prior to purchase. Commercial seed shall be either certified or registered seed. The seed container shall be tagged in accordance with State law(s) and available for inspection by the Authorized Officer.

Seed will be planted using a drill equipped with a depth regulator to ensure proper depth of planting where drilling is possible. The seed mixture will be evenly and uniformly planted over the disturbed area (smaller/heavier seeds have a tendency to drop the bottom of the drill and are planted first). Holder shall take appropriate measures to ensure this does not occur. Where drilling is not possible, seed will be broadcast and the area shall be raked or chained to cover the seed. When broadcasting the seed, the pounds per acre are to be doubled. Seeding shall be repeated until a satisfactory stand is established as determined by the Authorized Officer. Evaluation of growth may not be made before completion of at least one full growing season after seeding.

Species to be planted in pounds of pure live seed* per acre:

Species	<u>lb/acre</u>
Plains Bristlegrass Sand Bluestem Little Bluestem Big Bluestem Plains Coreopsis Sand Dropseed	51bs/A 51bs/A 31bs/A 61bs/A 21bs/A 11bs/A

*Pounds of pure live seed:

Pounds of seed x percent purity x percent germination = pounds pure live seed