

Form 3160-5 (February 2005)

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

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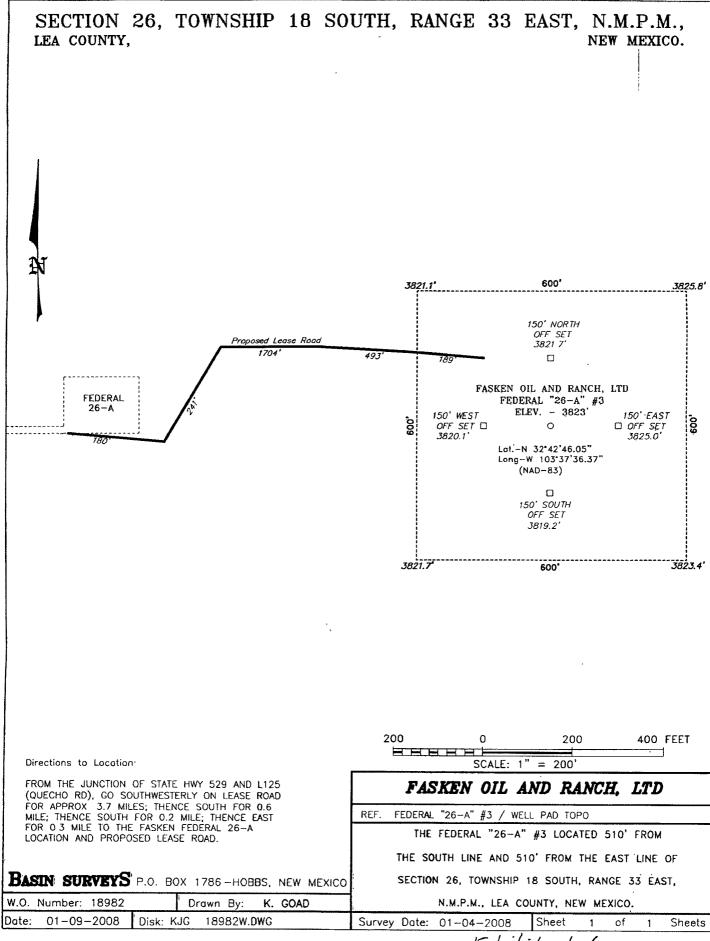
FORM APPROVED OMB No 1004-0137 Expires March 31, 2007

DEC 2 1 2009 5 Lease Serial No. NM-26692

SUNDRY NOTICES AND REPORTS ON WELLSOBERSON 6. If Indian, Allottee or Tribe Name

Do not use this f abandoned well.	form for proposals t Use Form 3160-3 (A	to drill or to re (APD) for such p	enter an oroposals.			
SUBMIT IN TRIPLICATE – Other instructions on page 2.				7. If Unit of CA/Agreer	7. If Unit of CA/Agreement, Name and/or No.	
1. Type of Well						
☑ Oil Well ☐ Gas Well ☐ Other				8 Well Name and No. Federal "26A" No. 3	/	
2. Name of Operator Fasken Oil and Ranch, Ltd.			9. API Well No. 30-025-39008			
			lude area code)	10 Field and Pool or Ex	10 Field and Pool or Exploratory Area	
303 West Wall St , Suite 1800, Midland, TX 79701 432-687		432-687-1777	EK; Delaware			
4. Location of Well (Footage, Sec., T.,R.,M., or Survey Description) 510' FSL & 510' FEL, Sec 26, T18S, R33E				11. Country or Parish, S Lea, New Mexico	11. Country or Parish, State Lea, New Mexico	
12. CHEC	CK THE APPROPRIATE BO	OX(ES) TO INDICA	TE NATURE OF N	NOTICE, REPORT OR OTHE	R DATA	
TYPE OF SUBMISSION	TYPE OF ACTI			ACTION	ION	
✓ Notice of Intent	Acidize	Deepen		Production (Start/Resume)	Water Shut-Off	
	Alter Casing	Fracture T	reat 🔲	Reclamation	Well Integrity	
Subsequent Report	Casing Repair	New Cons	truction	Recomplete	Other Bury a power line	
	Change Plans	Plug and A	Nbandon 🔲	Temporarily Abandon	porarily Abandon	
Final Abandonment Notice	Convert to Injection	Plug Back		Water Disposal		
determined that the site is ready for Fasken Oil and Ranch, Ltd. propose lease line will be crossed so no Right length of the power line will be 2807. Please see attached plat.	es to bury a power line front of Way is needed. The					
14 I hereby certify that the foregoing is true and correct Name (Printed/Typed)						
Kim Tyson		Tıtl	Title Regulatory Analyst			
Signature Kim Dynn			e 10/05/2009			
· · · · · · · · · · · · · · · · · · ·	THIS SPACE	FOR FEDERA	L OR STATE	OFFICE USE		
Approved by /S	/ Dan Peterson		Tıtle	LA D	DEC 1 4 2009	
Conditions of approval, if any, are attached that the applicant holds legal or equitable tentitle the applicant to conduct operations	itle to those rights in the subje		Office	BLM Carlsbad Field Office	1	
Title 18 U S C Section 1001 and Title 43	USC Section 1212, make it	a crime for any person	knowingly and will	fully 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



BLM Serial Number: NMNM-26692

Company Reference: Fasken Oil and Ranch, Ltd.

STIPULATIONS FOR BURIED ELECTRIC DISTRIBUTION LINES IN THE CARLSBAD FIELD OFFICE, BLM

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 authorization.
- 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 powerline route or on facilities authorized. (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 pipeline). 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 pipeline, any oil or other pollutant should be discharged, impacting Federal lands, the control and total removal, disposal, and cleaning up of such oil or 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. 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

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decision as to the proper mitigation measures will be made by the Authorized Officer after consulting with the holder.

- 6. The holder is hereby obligated to comply with procedures established in the Native American Graves Protection and Repatriation Act (NAGPRA) to protect such cultural items as human remains, associated funerary objects, sacred objects, and objects of cultural patrimony discovered inadvertently during the course of project implementation. In the event that any of the cultural items listed above are discovered during the course of project work, the proponent shall immediately halt the disturbance and contact the BLM within 24 hours for instructions. The proponent or initiator of any project shall be held responsible for protecting, evaluating, reporting, excavating, treating, and disposing of these cultural items according to the procedures established by the BLM in consultation with Indian Tribes."
- 7. The holder shall be held responsible if noxious weeds become established within the area. Evaluation of growth of the noxious weeds shall be made upon discovery. Weed control will be required on the disturbed lands resulting from this actions, which include the roads, pads and associated pipelines and on adjacent lands affected by the establishment of weeds due to this action.

The holder shall insure that the equipment and or vehicles that will be used to construct, maintain and administer the access roads, well pad, and resulting well are not polluted with invasive and noxious weed seeds. Transporting of invasive and noxious weed seeds could occur if the equipment and vehicles were previously used in noxious weed infested areas. In order to prevent the spread of noxious weeds, the Authorized Officer shall require that the equipment and vehicles be cleaned with either high pressure water or air prior to construction, maintenance and administration of the access roads, well pad, and resulting well.

The holder is responsible for consultation with the authorized officer and/or local authorities for acceptable weed control methods, which include following EPA and BLM requirements and policy.

- 8. The holder shall be responsible for maintaining the site in a sanitary condition at all times; waste materials shall be disposed of promptly at an appropriate waste disposal site. "Waste" means all discarded matter including, but not limited to human waste, trash, garbage, refuse, oil drums, petroleum products, ashes and equipment.
- 9. The holder shall conduct all activities associated with the construction, operation and termination of the powerline within the authorized limits.
- 10. No blading or clearing of any vegetation will be allowed unless approved in writing by the Authorized Officer.
- 11. The holder shall minimize disturbance to existing fences and other improvements on public lands. The holder is required to promptly repair impacted improvements to at least their former state. The holder shall contact the owner of any improvements prior to disturbing them. When necessary to pass through a fence line, the fence will 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.
- 12. Construction trenches left open over night shall be covered. Covers shall be secured in place and shall be strong enough to prevent livestock or wildlife from falling through and into a hole.

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- 13. The holder shall evenly spread the excess soil excavated from trench in the immediate vicinity of the trench structure.
- 14. The BLM serial number assigned to this right-of-way grant shall be posted in a permanent, conspicuous manner, and be maintained in a legible condition for the term of the right-of-way at all major road crossings and at all serviced facilities. Numbers will be at least two inches high and will be affixed to the pole nearest the road crossing and at the facilities served.
- 15. Upon cancellation, relinquishment, or expiration of this grant, the holder shall comply with those abandonment procedures as prescribed by the Authorized Officer.
- 16. All surface structures (poles, lines, transformers, etc.) shall be removed within 180 days of abandonment, relinquishment, or termination of use of the serviced facilities or within 180 days of abandonment, relinquishment, or termination of this grant, whichever comes first. This will not apply where the power line extends to serve an active, adjoining facility or facilities.
- 17. **Special stipulations:** The construction of this project would consist of digging a trench to a depth of at least 38 inches. Then installing the power line and covering with backfill dirt. After completing construction of the buried power line, the line shall be marked with underground power line warning signs at least every ½ mile.
- 18. The route is identified as habitat for the lesser prairie chicken; therefore, all construction activities will be restricted to the hours of 9:00 am through 3:00 am for the period of March 1 through June 15. No construction should occur between 3:00 am and 9:00 am.