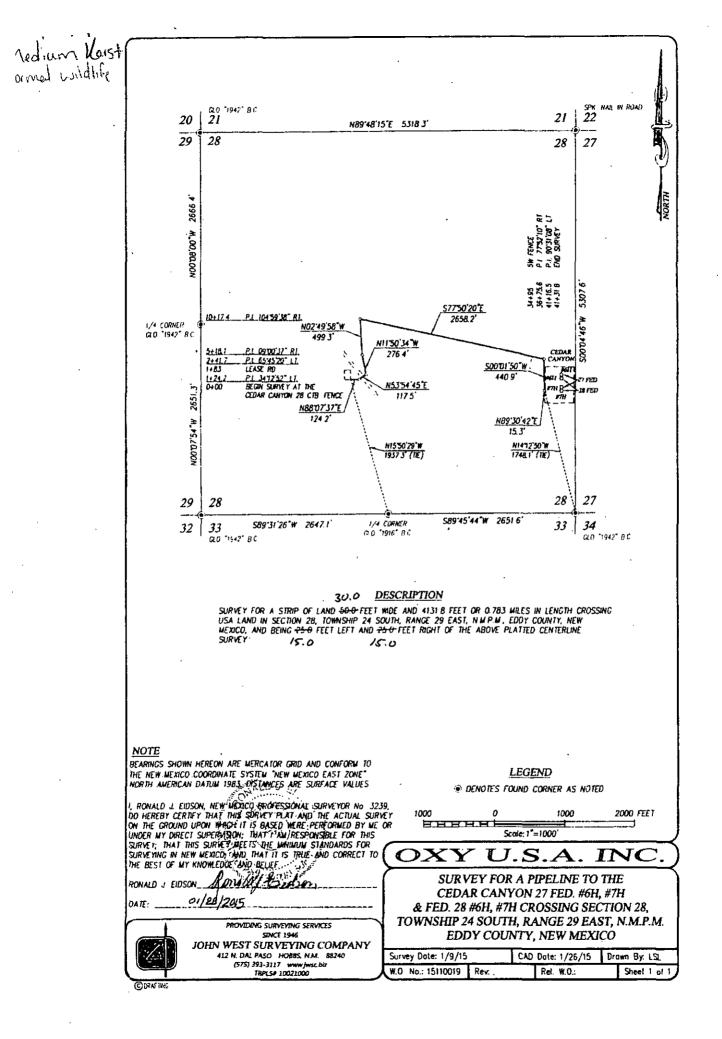
| Form 3160-5 (August 2007) | UNITED STATES DEPARTMENT OF THE INTERIOR DUBEAU OF LAND MANAGEMENT | | | | | OMB NO. 1004-0135 Expires: July 31, 2010 | | |
|---|---|---|---|--|--|--|---|--|
| ۱ | SUNDRY | BUREAU OF LAND MANAGEMENT SUNDRY NOTICES AND REPORTS ON WELLS | | | | 5. Lease Serial No. NMNM94651 | | |
| Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals. | | | | | | 6. If Indian, Allottee or Tribe Name | | |
| SUBMIT IN TRIPLICATE - Other instructions on reverse side. | | | | | | 7. If Unit or CA/Agreement, Name and/or No. | | |
| 1: Type of Well Oil Well Gas Well Other | | | | | | 8. Well Name and No. CEDAR CANYON 28 FEDERAL 6H | | |
| 2. Name of Operator Contact: NICK BOUTERIE OXY USA INCORPORATED E-Mail: Nicholas_Bouterie@Oxy.com | | | | | | 9. API Well No. 30-015-43234-00-S1 | | |
| 3a. Address 5 GREENWAY HOUSTON, TX | (include area code) 10. Field and Pool, or Exploratory 0-4922 PIERCE CROSSING UNKNOWN | | | | | | | |
| 4. Location of Well | 11. County or Parish, and State | | | and State | | | | |
| Sec 28 T24S R29E NESE 1820FSL 240FEL 32.185969 N Lat, 103.981228 W Lon | | | | | EDDY COUNTY, NM | | | |
| 12. | СНЕСК АРРІ | ROPRIATE BOX(ES) TO |) INDICATE | NATURE OF | NOTICE, RI | EPORT, OR OTHE | R DATA | |
| TYPE OF SUB | MISSION | | TYPE OF ACTION | | | | | |
| Notice of Inter | Notice of Intent | | 🗖 Deepen | | Production (Start/Resume) | | □ Water Shut-Off | |
| — | Subsequent Report | | - | ture Treat | Reclamation | | U Well Integrity | |
| Final Abandonment Notice | | Casing Repair Change Plans | — | Construction and Abandon | Recomplete Temporarily Abandon | | 🛛 Other Right of Way | |
| | | Convert to Injection | | Plug Back Water I | | - | | |
| testing has been co determined that the We need to run Cedar Canyon produce the we | mpleted. Final Al site is ready for f two 3-inch, bu 28 CTB in orde lls on the 28-6 | ried steel pipelines from t er to execute a centralized H pad location. | ed only after all i the Cedar Ca j gas lift proje | requirements, incluents, incluent | ding reclamation Il location to c Ip us better | i, have been completed, | 0-4 shall be filed once and the operator has | |
| A survey plat is | IŚ-R29E, all w | s 4,131.80 feet in length, i thin the same BLM Oil & | Gas Lease bo | oundary. | LM Lands in | ARTESIA DISTRICT | | |
| | | | | | | APR 06 2016 | | |
| | , | | | | | RI | | |
| 14. I hereby certify th | 00 | * Electronic Submission # | A INCORPORA | TED, sent to the | e Carlsbad | - | | |
| Name (Printed/Typed) NICK BOUTERIE | | | | Title TEAM LEAD SURFACE LAND | | | | |
| Signature | (Electronic S | Submission) | | Date 03/21/2016 | | | | |
| • | | THIS SPACE FO | OR FEDERA | L OR STATE | OFFICE U | SE | | |
| Approved By | - Sap | N_J_CO14/ | | For I | RELOMANA | GER | Date 3/30/16 | |
| Conditions of approval, certify that the applicant which would entitle the | Office CARLSBAD FIELD OFFICE. | | | | | | | |
| Title 18 U.S.C. Section States any false, fictiti | 1001 and Title 43 ous or fraudulent | U.S.C. Section 1212, make it a statements or representations as | crime for any pe to any matter w | rson knowingly an ithin its jurisdiction | d willfully to ma n. | ke to any department or | agency of the United | |
| | ** BLM REV | ISED ** BLM REVISEI | D ** BLM RE | VISED ** BL | | ** BLM REVISE | D ** | |



BLM LEASE NUMBER: NMNM94651 COMPANY NAME: Oxy ASSOCIATED WELL NAME: Cedar Canyon 28 Federal 6H

BURIED PIPELINE STIPULATIONS

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

Holder agrees to comply with the following stipulations to the satisfaction of the Authorized Officer:

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.

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 USC 2601 et seq. (1982) with regards to any toxic substances that are used, generated by or stored on the right-of-way or on facilities authorized under this right-of-way 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, <u>et seq</u>. or the Resource Conservation and Recovery Act, 42 U.S.C.6901, <u>et seq</u>.) 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), or resulting from the activity of the Right-of-Way holder 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 pipeline, any oil or other pollutant should be discharged from the pipeline system, 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 holder, regardless of fault. Upon failure of holder to control, dispose of, or clean up such discharge on or affecting Federal lands, or to repair all damages resulting therefrom, on the Federal lands, the Authorized Officer may take such measures as he deems necessary to control and clean up 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 holder of any responsibility as provided herein.

1

5. All construction and maintenance activity will be confined to the authorized right-of-way.

6. The pipeline will be buried with a minimum cover of 36 inches between the top of the pipe and ground level.

7. The maximum allowable disturbance for construction in this right-of-way will be $\underline{30}$ feet:

- Blading of vegetation within the right-of-way will be allowed: maximum width of blading operations will not exceed <u>20</u> feet. The trench is included in this area. (Blading is defined as the complete removal of brush and ground vegetation.)
- Clearing of brush species within the right-of-way will be allowed: maximum width of clearing operations will not exceed <u>30</u> feet. The trench and bladed area are included in this area. (*Clearing is defined as the removal of brush while leaving ground vegetation (grasses, weeds, etc.) intact. Clearing is best accomplished by holding the blade 4 to 6 inches above the ground surface.*)
- The remaining area of the right-of-way (if any) shall only be disturbed by compressing the vegetation. (*Compressing can be caused by vehicle tires, placement of equipment, etc.*)

9. The holder shall minimize disturbance to existing fences and other improvements on public lands. The holder 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 owner of any improvements prior to disturbing them. 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.

10. Vegetation, soil, and rocks left as a result of construction or maintenance activity will be randomly scattered on this right-of-way and will not be left in rows, piles, or berms, unless otherwise approved by the Authorized Officer. The entire right-of-way shall be recontoured to match the surrounding landscape. The backfilled soil shall be compacted and a 6 inch berm will be left over the ditch line to allow for settling back to grade.

11. In those areas where erosion control structures are required to stabilize soil conditions, the holder will install such structures as are suitable for the specific soil conditions being encountered and which are in accordance with sound resource management practices.

12. 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 2
() seed mixture 2/LPC
() A

() seed mixture 3

() seed mixture 4

() Aplomado Falcon Mixture

13. 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 color which simulates "Standard Environmental Colors" – **Shale Green**, Munsell Soil Color No. 5Y 4/2.

14. The pipeline will be identified by signs at the point of origin and completion of the right-ofway and at all road crossings. At a minimum, signs will state the holder's name, BLM serial number, and the product being transported. All signs and information thereon will be posted in a permanent, conspicuous manner, and will be maintained in a legible condition for the life of the pipeline.

15. The holder shall not use the pipeline route as a road for purposes other than routine maintenance as determined necessary by the Authorized Officer in consultation with the holder before maintenance begins. The holder will take whatever steps are necessary to ensure that the pipeline route is not used as a roadway. As determined necessary during the life of the pipeline, the Authorized Officer may ask the holder to construct temporary deterrence structures.

16. Any cultural and/or paleontological resources (historic or prehistoric site or object) discovered by the holder, or any person working on his behalf, on public or Federal land shall be immediately reported to the Authorized Officer. 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 proper mitigation measures will be made by the Authorized Officer after consulting with the holder.

17. 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 associated roads, 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.

18. <u>Escape Ramps</u> - The operator will construct and maintain pipeline/utility trenches [that are not otherwise fenced, screened, or netted] to prevent livestock, wildlife, and humans from becoming entrapped. At a minimum, the operator will construct and maintain escape ramps, ladders, or other methods of avian and terrestrial wildlife escape in the trenches according to the following criteria:

- a. Any trench left open for eight (8) hours or less is not required to have escape ramps; however, before the trench is backfilled, the contractor/operator shall inspect the trench for wildlife, remove all trapped wildlife, and release them at least 100 yards from the trench.
- b. For trenches left open for eight (8) hours or more, earthen escape ramps (built at no more than a 30 degree slope and spaced no more than 500 feet apart) shall be placed in the trench.

3