Form 3160-5 (March 2012)

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

OCD Artesia

FORM APPROVED: OMB No. 1004-0137 Expires: October 31, 2014

5. Lease Serial No.

NMNM02447		•	-				
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٠,	SUNDRY NOTICES AND REPORTS ON WELLS	
1	Do not use this form for proposals to drill or to re-enter an	
al	bandoned well. Use Form 3160-3 (APD) for such proposals.	

SUBIVII	T IN TRIPLICATE – Other	r instructions on page 2.	7. If Unit of CA/Agreement, Name and/or No. 891000326X	
1. Type of Well Gas V	Vell ✓ Other Sa	8. Well Name and No. Big Eddy Unit Hackberry 34 Fed. SWD #1	8. Well Name and No.	
2. Name of Operator BOPCO L.P.			9. API Well No. 30-015-40288	
Ba. Address 522 W. Mermod, #704 Carlsbad, NM 88220		3b. Phone No. (include area code) 575-887-7329	10. Field and Pool or Exploratory Area Devonian	
4. Location of Well <i>(Footage, Sec., T.,</i> 300 FNL and 825 FEL section 34, T. 19S., R. 31E., NMPM	R.,M., or Survey Description)	11. County or Parish, State Eddy, NM	
· 12. CHEC	CK THE APPROPRIATE BO	OX(ES) TO INDICATE NATURE OF	F NOTICE, REPORT OR OTHER DATA	************
TYPE OF SUBMISSION		TYPE	OF ACTION	
Notice of Intent	Acidize Alter Casing	Deepen [Production (Start/Resume) Water Shut-Off Reclamation Well Integrity	•
Subsequent Report	Casing Repair Change Plans	New Construction Plug and Abandon	Recomplete Other Temporarily Abandon	· ·
Final Abandonment Notice	Convert to Injection	Plug Back	Water Disposal	

BOPCO L.P. respectfully requests approval for construction of a 600' x 600' freshwater frac pond with a turn around for large truck haulers, and a small lease road. The pond will be located in section 35, T. 19S., R. 31E., NMPM. The appropriate BLM personnel met our staff on site and assisted with the placement of the frac pond. It will be next to our heavily used Hackberry SWD site.

The pond will be constructed in accordance with the approved stipulations and also in a manner that is less intrusive on the landscape. It will be used to assist in the fracking of various Drill Islands that are planned in the near future. Most of our Drill Islands will be in close proximity to this location and the pond will allow us to utilize the various ROW's and lease disturbance for any future routes of freshwater frac lines. The turn around is necessary for the access of water haulers to fill the pond and be able to get into and out of the facility in a safe manner. The access road will be less than 50 feet in length,

The site will be 600' x 600' for a total of 8.2645 acres. The turn around will be 150' x 150' for a total of 0.5165 acres. The lease road will be 48 feet in lenth with a 30' width for a total of 0.033 acres.

> Accepted for record NMOCD 15 Della 14

determined that the site is ready for final inspection.)

NM OIL CONSERVATION

ARTESIA DISTRICT

JUL 1 6 2014

SEE ATTACHED FOR CONDITIONS OF APPROVAL

14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed) Casey Sowers	Title Production Foreman/Regulatory
Signature Casey Stewer	Date 06/17/2014
THIS SPACE FOR FEDI	ERAL OR STATE OFFICE USE
Approved by Cody A. Mutta	Title MRS Date 06/25/14
Conditions of approval, if any, are attached. Approval of this notice does not warrant or that the applicant tods legal or equipole title to those rights in the subject lease which ventitle the applicant to conduct operations thereon.	certify vould Office CFO

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)

GENERAL INSTRUCTIONS

This form is designed for submitting proposals to perform certain well operations and reports of such operations when completed as indicated on Federal and Indian lands, pursuant to applicable Federal law and regulations. Any necessary special instructions concerning the use of this form and the number of copies to be submitted, particularly with regard to local area or regional procedures and practices, are either shown below, will be issued by or may be obtained from the local Federal office.

SPECIFIC INSTRUCTIONS

Item 4 - Locations on Federal or Indian land should be described in accordance with Federal requirements. Consult the local Federal office for specific instructions.

Item 13 - Proposals to abandon a well and subsequent reports of abandonment should include such special information as is required by the local Federal office. In addition, such proposals and reports should include reasons for the abandonment; data on any former or present productive zones or other zones with present significant fluid contents not sealed off by cement or otherwise; depths (top and bottom) and method of placement of cement plugs; mud or other material placed below, between and above plugs; amount, size, method of parting of any casing, liner or tubing pulled and the depth to the top of any tubing left in the hole; method of closing top of well and date well site conditioned for final inspection looking for approval of the abandonment.

NOTICES

The Privacy Act of 1974 and the regulation in 43 CFR 2.48(d) provide that you be furnished the following information in connection with information required by this application.

AUTHORITY: 30 U.S.C. 181 et seq., 351 et seq., 25 U.S.C. 396; 43 CFR 3160.

PRINCIPAL PURPOSE: The information is used to: (1) Evaluate, when appropriate, approve applications, and report completion of subsequent well operations, on a Federal or Indian lease; and (2) document for administrative use, information for the management, disposal and use of National Resource lands and resources, such as: (a) evaluating the equipment and procedures to be used during a proposed subsequent well operation and reviewing the completed well operations for compliance with the approved plan; (b) requesting and grantingapproval to perform those actions covered by 43 CFR 3162.3-2, 3162.3-3, and 3162.3-4; (c) reporting the beginning or resumption of production, as required by 43 CFR 3162.4-1(c)and (d) analyzing future applications to drill or modify operations in light of data obtained and methods used.

ROUTINE USES: Information from the record and/or the record will be transferred to appropriate Federal, State, local or foreign agencies, when relevant to civil, criminal or regulatory investigations or prosecutions in connection with congressional inquiries or to consumer reporting agencies to facilitate collection of debts owed the Government.

EFFECT OF NOT PROVIDING THE INFORMATION: Filing of this notice and report and disclosure of the information is mandatory for those subsequent well operations specified in 43 CFR 3162.3-2, 3162.3-4.

The Paperwork Reduction Act of 1995 requires us to inform you that:

The BLM collects this information to evaluate proposed and/or completed subsequent well operations on Federal or Indian oil and gas leases.

Response to this request is mandatory.

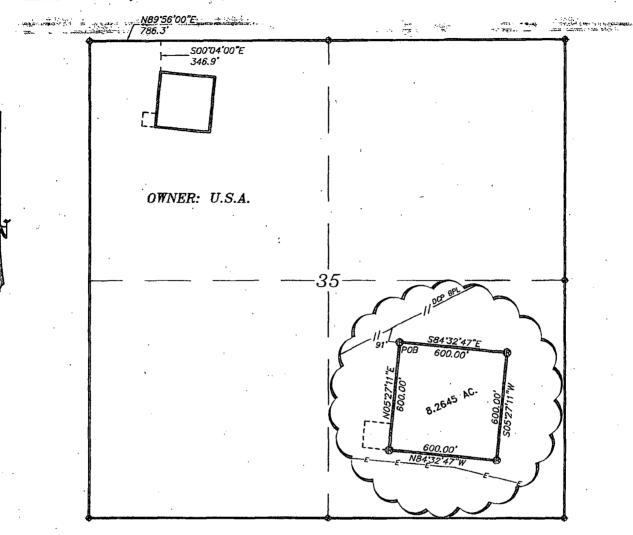
The BLM would like you to know that you do not have to respond to this or any other Federal agency-sponsored information collection unless it displays a currently valid OMB control number.

BURDEN HOURS STATEMENT: Public reporting burden for this form is estimated to average 8 hours per response, including the time for reviewing instructions, gathering and maintaining data, and completing and reviewing the form. Direct comments regarding the burden estimate or any other aspect of this form to U.S. Department of the Interior, Bureau of Land Management (1004-0137), Bureau Information Collection Clearance Officer (WO-630), 1849 C St., N.W., Mail Stop 401 LS, Washington, D.C. 20240

(Form 3160-5, page 2)

SECTION 35, TOWNSHIP 19 SOUTH, RANGE 31 EAST, N.M.P.M., EDDY COUNTY, NEW MEXICO.

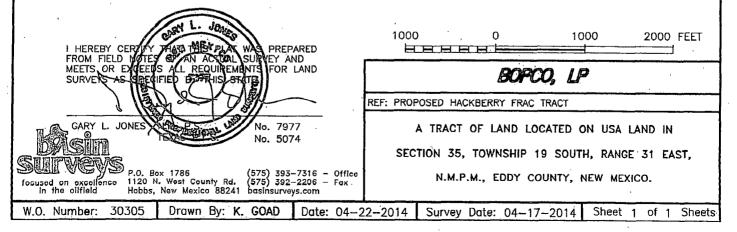
right.



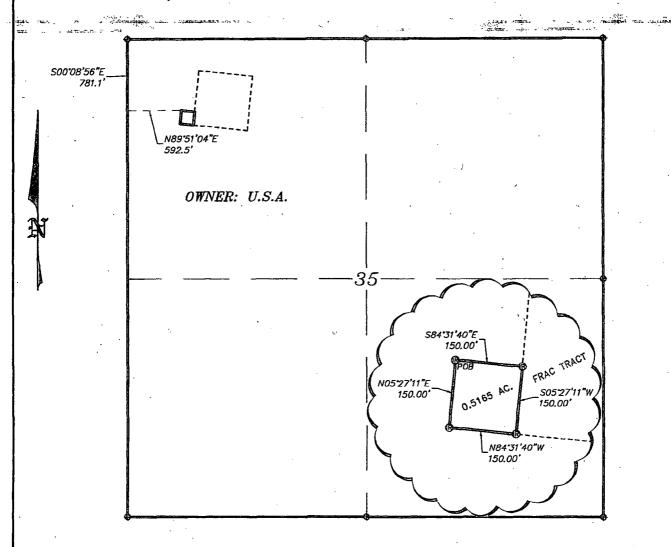
LEGAL DESCRIPTION

A TRACT OF LAND LOCATED IN SECTION 35, TOWNSHIP 19 SOUTH, RANGE 31 EAST, N.M.P.M., EDDY COUNTY, NEW MEXICO AND BEING MORE PARTICULARLY DESCRIBED AS FOLLOWS:

BEGINNING AT A POINT WHICH LIES N.89'56'00"E., 786.3 FEET AND S.00'04'00"E., 346.9 FEET FROM THE NORTHWEST CORNER OF SAID SECTION 35; THENCE S.84'32'47"E., 600.00 FEET; THENCE S.05'27'11"W., 600.00 FEET; THENCE N.84'32'47"W., 600.00 FEET; THENCE N.05'27'11"E., 600.00 FEET TO THE POINT OF BEGINNING. SAID TRACT OF LAND CONTAINING 8.2645 ACRES, MORE OR LESS.



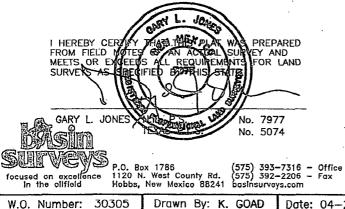
SECTION 35, TOWNSHIP 19 SOUTH, RANGE 31 EAST, N.M.P.M., EDDY COUNTY, NEW MEXICO.



LEGAL DESCRIPTION

A TRACT OF LAND LOCATED IN SECTION 35, TOWNSHIP 19 SOUTH, RANGE 31 EAST, N.M.P.M., EDDY COUNTY, NEW MEXICO AND BEING MORE PARTICULARLY DESCRIBED AS FOLLOWS:

BEGINNING AT A POINT WHICH LIES S.00'08'56"E., 781.1 FEET AND N.89'51'04"E., 592.5 FEET FROM THE NORTHWEST CORNER OF SAID SECTION 35; THENCE S.84'31'40"E., 150.00 FEET; THENCE S.05'27'11"W., 150.00 FEET; THENCE N.84'31'40"W., 150.00 FEET; THENCE N.05'27'11"E., 150.00 FEET TO THE POINT OF BEGINNING. SAID TRACT OF LAND CONTAINING 0.5165 ACRES, MORE OR LESS.



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REF: PROPOSED TURN AROUND FOR FRAC PIT

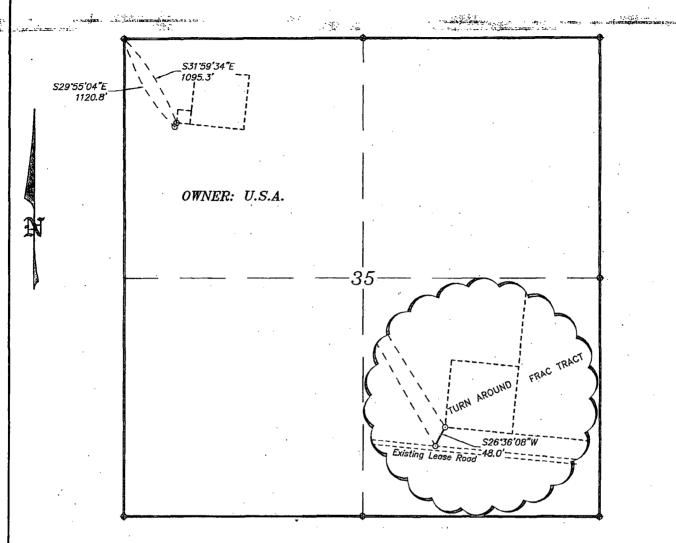
A TRACT OF LAND LOCATED ON USA LAND IN
SECTION 35, TOWNSHIP 19 SOUTH, RANGE 31 EAST,

N.M.P.M., EDDY COUNTY, NEW MEXICO.

W.O. Number: 30305 | Drawn By: K. GOAD | Date: 04-22-2014 | Survey Date: 04-17-2014 | Sheet 1 of 1 Sheets

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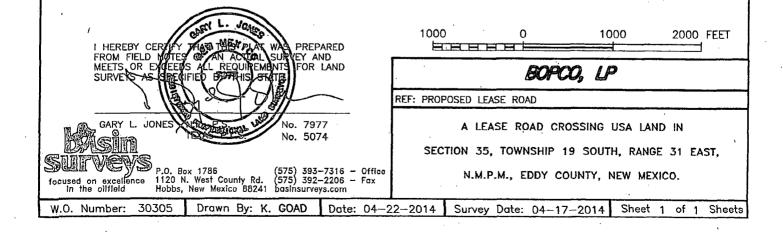
SECTION 35, TOWNSHIP 19 SOUTH, RANGE 31 EAST, N.M.P.M., EDDY COUNTY, NEW MEXICO.



LEGAL DESCRIPTION

A STRIP OF LAND 30.0 FEET WIDE, LOCATED IN SECTION 35, TOWNSHIP 19 SOUTH, RANGE 31 EAST, N.M.P.M., EDDY COUNTY, NEW MEXICO AND BEING 15.0 FEET LEFT AND RIGHT OF THE ABOVE PLATTED CENTERLINE SURVEY.

SEC. 35 = 48.0 FEET = 0.01 MILES = 2.91 RODS = 0.03 ACRES



Manager Control

COMPANY-NAME BOPCO

ASSOCIATED WELL NAME: Big Eddy Unit Hackberry 34 Fed SWD #1

FRAC POND CONDITIONS OF APPROVAL

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

Holder agrees to comply with the following conditions of approval 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 permit.
- 2. The Holder shall comply with all applicable Federal laws and regulations existing or hereafter enacted or promulgated.
- 3. Required Standard Conditions of Approval:

a. Notification

Contact the Supervisory Environmental Protection Specialist, Jim Amos, at 575-234-5909 at least 24 hours prior to starting construction.

b. Freshwater Only

The frac pond will only be authorized to contain freshwater and testing of water quality is required. Additives are not allowed without consent of the authorized officer in writing.

c. Contamination

If at any time the water in the frac pond becomes polluted with salts or other contaminants, use of the frac pond will cease and desist, and all liquids will be removed from the frac pond and disposed of properly. The operator will preclude releases of oil into open pits. The operator must remove any accumulation of oil, condensate, or contaminant in a pit within 48 hours of discovery.

d. Authorized Disturbance

Confine all construction and maintenance activity to the approved authorized area applied for in the application.

e. Facilities

Porto-johns and trash containers will be on-location during fracturing operations or any other crew-intensive operations. Grey-water, sewage, and trash shall be removed from the site and disposed of properly at a state approved facility.

f. Escape Ramps

The operator will construct and maintain frac ponds 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 frac ponds. Escape ramps must be installed at every corner of

the frac pond and in the center of each side if that side exceeds 100 feet in length.

Escape ramps must be in contact with the side of the frac pond bottom of the frac pond, and the top of the frac pond berm. Escape ramps cannot be made of metal and cannot be steeper than a 3:1 slope (Horizontal Distance: Vertical Distance) or 30% slope. (Examples of escape ramps: 12" wide wooden planks wrapped in matting, felt lining, etc.)

g. Frac Pond Pipelines

Temporary pipelines flowing from the frac pond to the target well will be laid along existing roadways unless an exception has been granted by the authorized officer in writing.

h. Mineral Material from Excavation

Mineral materials extracted during construction of the frac pond will be stored onlocation and/or used for constructing the frac pond.

i. Frac Pond Liner

The frac pond will be lined with at least a 30 mil. plastic liner. The plastic lining will be removed prior to final abandonment.

j. Topsoil Stockpile

The operator shall strip at least the top 6 inches of soil (root zone) from the entire frac pond area and stockpile the topsoil approximately 25 feet outside the bermed perimeter of the pond in a low profile manner, reasonably protected from wind and water erosion. Topsoil shall not be used for constructing the frac pond. The topsoil will be used for final reclamation purposes only.

k. Frac Pond Fence

The operator will install and maintain exclosure fencing on all sides of the frac pond to prevent access to public, livestock, and large forms of wildlife. The fence shall be installed at the base of the berm and never on top of the berm. Construction of the fence shall consist of steel and/or wooden posts set firmly into natural ground. Hog panel or chain-link fencing must be used as the fence and tied securely to the fence posts. Barbed-wire fencing or electric fences shall not be used. The fence height shall not be shorter than six (6) feet. The erected fence shall be maintained in adequate condition until the frac pond is reclaimed.

I. Erosion Prevention

Install earthen erosion-control structures as are suitable for the specific terrain and soil conditions.

m. Reclamation Start

- I. Reclamation efforts will commence immediately after the frac pond is no longer needed for the purpose of completing wells.
- II. Within 3 months of completion of frac operations on associated wells, all earthwork and final reclamation must be completed. This includes reclaiming and/or removal of:
 - i. Any roads approved for use with the pond
 - ii. Surface water lines
 - iii. Tanks, pumps, fencing etc.

Requirements for Operations and Final Reclamation:

4. If, during any phase of the construction, operation, maintenance, or termination of the frac pond; any pollutant should be released from the contaminated frac pond; the control and total removal, disposal, and cleaning up of such 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, or to repair all damages resulting there-from, 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.

- 5. Any cultural and/or paleontological resources (historic or prehistoric site or object) discovered by the holder, or any person working on his behalf 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.
- 6. 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.
- 7. After all disturbed areas have been satisfactorily contoured and prepared for seeding the location needs to be revegetated with the seed mixture provided. Seeding may need to be repeated until revegetation is successful. Operators shall contact Jim Amos, Supervisor, Environmental Protection (575)234-5909, **prior** to beginning surface reclamation operations.

8. Seeding is required: Use the follow	wing seed mix.
() seed mixture 1	() seed mixture 3
() seed mixture 2	() seed mixture 4
(X) LPC mixture	() Aplomado Falcon mix

9. Special Stipulations:

<u>Dune Sagebrush Lizard:</u> Within <u>Dune Sagebrush Lizard Suitable Habitat</u> In addition to the fence requirements above, the operator must install a reptile exclosure fence (*Example: silt fence*). The reptile exclosure fence must be in contact with the soil at all times around the entire frac pond.