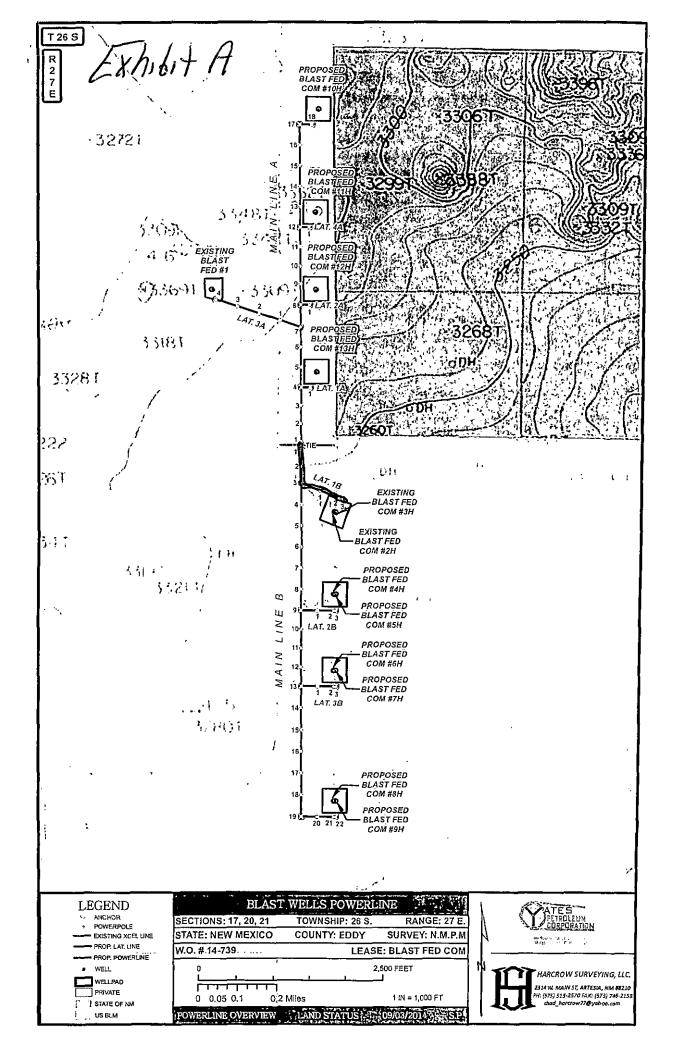
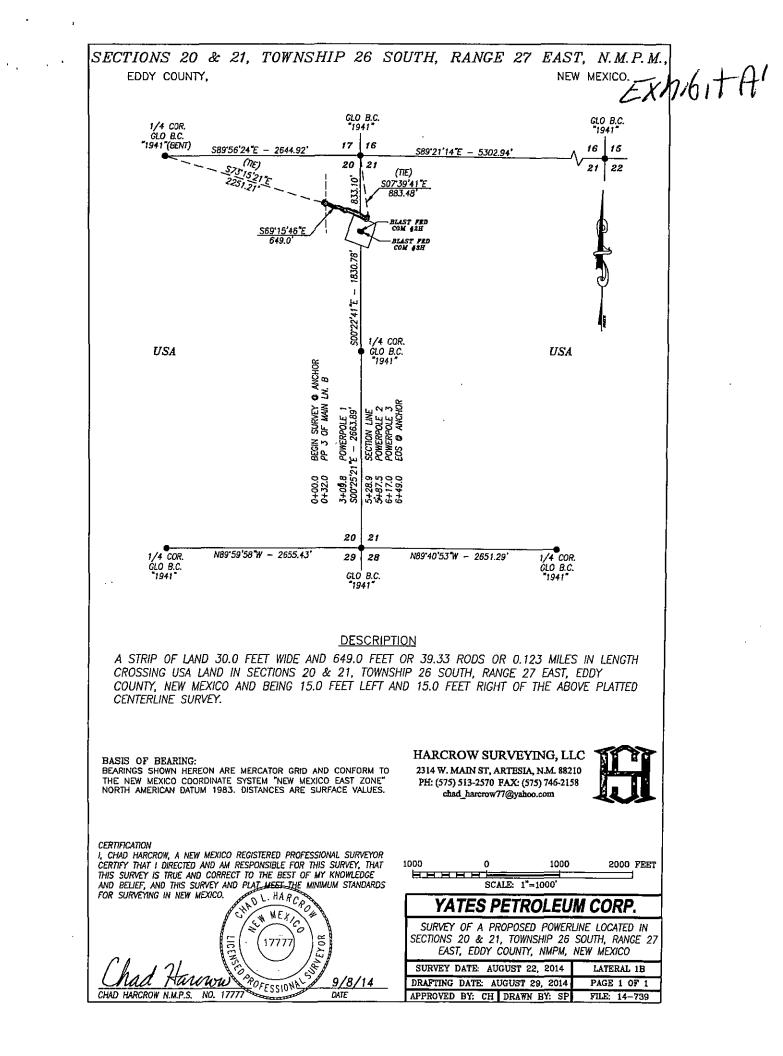
5 m + 1	OCD Artesia						
	UNITED STATES DEPARTMENT OF THE INTERIOR				FORM APPROVED OMB No. 1004-0137 Expires: October 31, 2014		
BUREAU OF LAND MANAGEMENT				5. Lease Serial No. NM-100549			
SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.					6. If Indian, Allottee of	r Tribe Name	
SUBMIT IN TRIPLICATE – Other instructions on page 2.				Ī	7. If Unit of CA/Agree	ment, Name and/or No.	
I. Type of Well Gas W			8. Well Name and No. Blast BLA Federal #2H and #3H				
2. Name of Operator Yates Petroleum Corporation					9. API Well No. 30-015-42146		
3a. Address 105 South Fourth Street, Artesia, New Mexico 8	3b. Phone No. (include area code) 575-748-4372			10. Field and Pool or Exploratory Area Undesignated 2nd Bone Spring			
 Location of Well (Footage, Sec., T.R.M., or Survey Description) 1030' FNL and 15' FEL Section, 20, T26S-R27E Blast BLA Federal #2H 1040' FNL and 13' FWL Section 21, T26S-R27E Blast BLA Federal #3H 					11. County or Parish, State Eddy County, New Mexico		
2. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA							
TYPE OF SUBMISSION	TYPE OF ACTION						
✓ Notice of Intent	Acidize		en ure Treat Construction	Recla	action (Start/Resume) mation	Water Shut-Off Well Integrity Other Power line route for	
Subsequent Report	Change Plans		and Abandon	_	nplete orarily Abandon	Blast BLA Federal	
Final Abandonment Notice	Convert to Injection	Plug	Back		Disposal	#2H and #3H	
the proposal is to deepen directional Attach the Bond under which the w following completion of the involv testing has been completed. Final determined that the site is ready for Yates Petroleum Corporation wishes volt three phase raptor proof above	vork will be performed or pro ed operations. If the operati Abandonment Notices must r final inspection.) s to amend the Surface Us	ovide the Bond on results in a n be filed only aft	No. on file with BL nultiple completion er all requirements,	M/BIA. Ro or recompl , including r	equired subsequent rep etion in a new interval, reclamation, have been	orts must be filed within 30 days a Form 3160-4 must be filed once completed and the operator has	
The main powerline for the entire pre- 400 feet.	oject will run north to sout	h. From the m	ain powerline tie-	in point in	the NE/NE/ 4 of Sect	ion 20 south for approximately	
At this point from the main power lin Federal 3H well locations.	e a connecting line will go	southeast for	649.0 feet to the a	north side	of the proposed Blas	t BLA Federal #2H and Blast BLA	
Please note attached Exhibits A and A'. Thank you.					NM OIL CONSERVATION ARTESIA DISTRICT		
Accepted for record NMOCD					МА	R 29 2016	
					RI	ECEIVED	
14. Thereby certify that the foregoing is tr Cy Cowan	ue and correct. Name (Printed	d/Typed)					
			Title Land Regu	ulatory Age	ent	· · · · · · · · · · · · · · · · · · ·	
Signature Signature	m		Date 11/18/201	5			
	THIS SPACE	FOR FEDE	RAL OR STA	TE OFF	ICE USE	;	
	e Caffey		Title	ELD MAN	AGER	MAR 2 4 2016	
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.							
Title 18 U.S.C. Section 1001 and Title 43 fictitious or fraudulent statements or repre				willfully to	make to any department	or agency of the United States any false,	

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Page Not Sent

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Company Reference: Yates Petroleum Corporation Well No. & Name: Blast BLA Federal #2H And 3H

STANDARD STIPULATIONS FOR OVERHEAD ELECTRIC DISTRIBUTION LINES

A copy of the grant and attachments, including stipulations, 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. There will be no clearing or blading of the right-of-way unless otherwise agreed to in writing by the Authorized Officer.

5. 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 powerline structures placed on this right-of-way, should they be necessary to ensure the safety of large perching birds. Such modifications and/or additions shall be made by the holder without liability or expense to the United States.

Raptor deterrence will consist of but not limited to the following: triangle perch discouragers shall be placed on each side of the cross arms and a nonconductive perching deterrence shall be placed on all vertical poles that extend past the cross arms.

6. 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 the fence. No permanent gates will be allowed unless approved by the Authorized Officer.

7. The BLM serial number assigned to this authorization shall be posted in a permanent, conspicuous manner where the power line crosses roads 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.

8. Upon cancellation, relinquishment, or expiration of this grant, the holder shall comply with those abandonment procedures as prescribed by the Authorized Officer.

9. All surface structures (poles, lines, transformers, etc.) shall be removed within 180 days of abandonment, relinquishment, or termination of use of the serviced facility or facilities or within 180 days of abandonment, relinquishment, cancellation, or expiration of this grant, whichever comes first. This will not apply where the power line extends service to an active, adjoining facility or facilities.

10. Any cultural and/or paleontological resource (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.

11. Special Stipulations:

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- For reclamation remove poles, lines, transformer, etc. and dispose of properly.
- Fill in any holes from the poles removed.
- 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.

Cave and Karst:

Smaller powerlines will be routed around sinkholes and other karst features to avoid or lessen the possibility of encountering near surface voids and to minimize changes to runoff or possible leaks and spills from entering karst systems. Larger powerlines will adjust their pole spacing to avoid cave and karst features. The BLM, Carlsbad Field Office, will be informed immediately if any subsurface drainage channels, cave passages, or voids are penetrated during construction and no further construction will be done until clearance has been issued by the Authorized Officer. Special restoration stipulations or realignment may be required