Ferm 3160-5 (June 2015)

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

APR 1.000 Wartesia

FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018

5. Lease Serial No. NMNM02864

| SUNDRY NOTICES AND REPORTS ON WELLS |  |
|-------------------------------------|--|

Do not use this form for proposals to drill or to re-enterland TESIAO.C.D. abandoned well. Use form 3160-3 (APD) for such proposals.

6. If Indian, Allottee or Tribe Name

| SUBMIT IN TRIPLICATE - Other instructions on page 2   |   |                             |                                   |                              | 7. If Unit or CA/Agreement, Name and/or No. 891000303F |                                |                  |                                       |
|---|---|-----------------------------|-----------------------------------|------------------------------|--|--------------------------------|------------------|---------------------------------------|
| 1. Type of Well ☐ Gas Well ☐ Gther A A C  |   |                             |                                   |                              |  | l Name and No.<br>KER LAKE UNI | T 144            | · · · · · · · · · · · · · · · · · · · |
| 2. Name of Operator XTO PERMIAN OPERATING   | Contact: C<br>LLC E-Mail: Cheryl_rowe   | HERYL ROV                   | VELL                              |                              |  | I Well No.<br>-015-30541-00    | )-S1             |                                       |
| 3a. Address<br>6401 HOLIDAY HILL ROAD E<br>MIDLAND, TX 79707  | 3b. Phone No. (Ph: 432-571  | include area code)<br>-8205 | ,                                 | 10. Fi                       | eld and Pool or E<br>SH DRAW                           | xploratory Area                | <del></del>      |                                       |
| 4. Location of Well (Footage, Sec., T   | ., R., M., or Survey Description)   |                             |                                   |                              | 11. Co   | ounty or Parish, S             | tate             |                                       |
| Sec 31 T23S R30E NESE 23  | 10FSL 810FEL  |                             |                                   |                              | ED   | DY COUNTY                      | , NM <sub></sub> |                                       |
| 12. CHECK THE AI  | PPROPRIATE BOX(ES) T  | O INDICAT                   | E NATURE O                        | F NOTICE,                    | REPO   | RT, OR OTH                     | ER DATA          |                                       |
| TYPE OF SUBMISSION  | TYPE OF ACTION  |                             |                                   |                              |  |                                |                  | <del></del>                           |
| . □ Notice of Intent  | ☐ Acidize   | ☐ Deepe                     | en ·                              | ☐ Product                    | ion (Sta   | ırt/Resume)                    | ☐ Water Shu      | t-Off                                 |
| _   | ☐ Alter Casing  | ☐ Hydra                     | ulic Fracturing                   | ☐ Reclama                    | ation  |                                | ☐ Well Integr    | rity                                  |
| Subsequent Report   | Casing Repair   | □ New 0                     | Construction                      | ☐ Recomp                     | lete   |                                | □ Other          | •                                     |
| ☐ Final Abandonment Notice  | ☐ Change Plans  | 🛛 Plug a                    | and Abandon                       | ☐ Tempor                     | arily Al   | oandon                         |                  | 4                                     |
|   | Convert to Injection  | 🗖 Plug I                    | Back                              | ■ Water D                    | Disposal   |                                |                  | eli<br>None                           |
| testing has been completed. Final Aldetermined that the site is ready for for the stream of the site is ready for form of the REFERENCED WELL.  1/23/19 ? 2/14/19 RIH to 7150 tag CIBP. RIH set CIBP @ 7150. PT to stream of the set CIBP @ 6915. (Gabri Perf @ 3550, squeeze 135 sx RIH tag TOC @ 3182. (Gabri Perf 628? squeeze 60 sxs cm RIH tag TOC @ 428. (Gabrie Perf @ 60, Squeeze 25 sxs.cm | inal inspection.  LLC SUBMITS THIS SUB  500 psi_ spot 25 sxs cmt. W el Benaway w/ BLM approv s cmt. WOC el Benaway w/ BLM approv ot, WOC I Benaway w/ BLM approve ot, Cement to surface. Wo | SEQUENT S  (QC. ved)        |                                   | DILLO AND                    | A D A NIC  | RECLAI                         | •                | ON<br>CEDURE                          |
| 14. I hereby certify that the foregoing is  Comm  Name (Printed/Typed) CHERYL   | Electronic Submission #46<br>For XTO PERMIA<br>itted to AFMSS for processi  | N OPERATING                 | S LLC, sent to t<br>AH MCKINNEY o | he Carlsbad<br>on 04/05/2019 | (19DL  | M0039SE)                       |                  |                                       |
|   |   |                             |                                   | ATORY CO                     |  |                                | OR RECO          | ORD                                   |
| Signature (Electronic S   |   |                             | Date 04/04/20                     |                              | <del> </del>   | 400                            | E 0646           |                                       |
|   | THIS SPACE FOR  | REDERAL                     | ORSTATE                           | OFFICE U                     | SE   | APR -                          | 5 2019           |                                       |
| Approved By   |   | ļ                           | Title                             |                              | -  | DMYKLADA                       | A LIE            |                                       |
| Conditions of approval, if any, are attached certify that the applicant holds legal or equivalent would entitle the applicant to conductive the applicant to conductive the applicant to conductive the applicant to conduct  | uitable title to those rights in the s<br>act operations thereon.   | ubject lease                | Office                            |                              | <u> </u>   | CARLSBAD                       | FIELD OFFICE     |                                       |
| certify that the applicant holds legal or equ   | uitable title to those rights in the sact operations thereon.  U.S.C. Section 1212, make it a cr  | ubject lease                | on knowingly and                  | willfully to ma              | ike to an  | CARLSBAD                       | FIELD OFFICE     | ted                                   |

## Reclamation Objectives and Procedures

Reclamation Objective: Oil and gas development is one of many uses of the public lands and resources. While development may have a short- or long-term effect on the land, successful reclamation can ensure the effect is not permanent. During the life of the development, all disturbed areas not needed for active support of production operations should undergo "interim" reclamation in order to minimize the environmental impacts of development on other resources and uses. At final abandonment, well locations, production facilities, and access roads must undergo "final" reclamation so that the character and productivity of the land and water are restored.

The long-term objective of final reclamation is to set the course for eventual ecosystem restoration, including the restoration of the natural vegetation community, hydrology, and wildlife habitats. In most cases this means returning the land to a condition approximating or equal to that which existed prior to the disturbance. The final goal of reclamation is to restore the character of the land and water to its predisturbance condition. The operator is generally not responsible for achieving full ecological restoration of the site. Instead, the operator must achieve the short-term stability, visual, hydrological, and productivity objectives of the surface management agency and take steps necessary to ensure that long-term objectives will be reached through natural processes.

To achieve these objectives, remove any and all contaminants, scrap/trash, equipment, pipelines and powerlines (Contact service companies, allowing plenty of time to have the risers and power lines and poles removed prior to reclamation, don't wait till the last day and try to get them to remove infrastructure). Strip and remove caliche, contour the location to blend with the surrounding landscape, re-distribute the native soils, provide erosion control as needed, rip and seed as specified in the original APD COA. This will apply to well pads, facilities, and access roads. Barricade access road at the starting point. If reserve pits have not reclaimed due to salts or other contaminants, submit a plan for approval, as to how you propose to provide adequate restoration of the pit area.

- The Application for Permit to Drill or Reenter (APD, Form 3160-3), Surface Use Plan of Operations must include adequate measures for stabilization and reclamation of disturbed lands. Oil and Gas operators must plan for reclamation, both interim and final, up front in the APD process as per Onshore Oil and Gas Order No. 1
- 2. For wells and/or access roads not having an approved plan, or an inadequate plan for surface reclamation (either interim or final reclamation), the operator must submit a proposal describing the procedures for reclamation. For interim reclamation, the appropriate time for submittal would
- be when filling the Well Completion or Recompletion Report and Log (Form 3160-4). For final reclamation, the appropriate time for submittal would be when filing the Notice of Intent, or the Subsequent Report of Abandonment, Sundry Notices and Reports on Wells (Form 3160-5). Interim reclamation is to be completed within 6 months of well completion, and final reclamation is to be completed within 6 months of well abandonment.
- 3 The operator must file a Subsequent Report Plug and Abandonment (Form 3160-5) following the plugging of a well.
- 4. Previous instruction had you waiting for a BLM specialist to inspect the location and provide you with reclamation requirements. If you have an approved Surface Use Plan of Operation and/or an approved Sundry Notice, you are free to proceed with reclamation as per approved APD. If you

Work was completed as per approved plans.

5. The approved Subsequent Report of Reclamation will be your notice that the native soils, contour and seedbed have been reestablished. If the BLM objectives have not been met the operator will be notified and corrective actions may be required.

- 6. It is the responsibility of the operator to monitor these locations and/or access roads until such time as the operator feels that the BLM objective has been met. If after two growing seasons the location and/or access roads are not showing the potential for successful revegetation, additional actions may be needed. When you feel the BLM objectives have been met submit a Final Abandonment Notice (FAN), Form 3160-5, stating that all reclamation requirements have been achieved and the location and/or access road is ready for a final abandonment inspection.
- At this time the BLM specialist will inspect the location and/or access road. If the native soils and contour have been restored, and the revegetation is successful, the PAN will be approved, releasing the operator of any further liability of the location and/or access road. If the location and/or access road have not achieved the objective, you will be notified as to additional work needed or additional time being needed to achieve the objective.

If there are any questions, please feel free to contact any of the following specialists:

Jim Amos Supervisory Petroleum Engineering Tech 575-234-5909, 575-361-2648 (Cell)

Arthur Arias Environmental Protection Specialist 575-234-6230

Crystal Weaver
Environmental Protection Specialist
575-234-5943

Shelly Tucker Environmental Protection Specialist 575-234-5979

Trishia Bad Bear, Hobbs Field Station Natural Resource Specialist 575-393-3612