Form 3160-5 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB NO. 1004-0137

	Expires: January
5.	Lease Serial No.
	NIMI COCOO44

Expires: January 3	
Lease Serial No.	

Do not use the	NIVIECU69041									
abandoned we	6. If Indian, Allottee or T	ribe Name								
SUBMIT IN	7. If Unit or CA/Agreeme NM061P3584C41		l/or No.							
Type of Well	ner	RECEIVE!		8. Well Name and No. SOUTH SHUGART	DEEP 1					
Name of Operator COG OPERATING LLC	DELILAH FL concho.com	ORES		9. API Well No. 30-015-23938-00-S1						
3a. Address 600 W ILLINOIS AVENUE MIDLAND, TX 79701	3b. Phone No. (include area code) Ph: 575-748-6946			10. Field and Pool or Exploratory Area SHUGART						
4. Location of Well (Footage, Sec., T)CD	11. County or Parish, Sta	te							
Sec 4 T19S R31E NENW 760	EDDY COUNTY, NM									
12. CHECK THE AI	PPROPRIATE BOX(ES)	TO INDICA	TE NATURE O	NOTICE,	REPORT, OR OTHE	R DATA				
TYPE OF SUBMISSION	ACTION									
☐ Notice of Intent	☐ Acidize	☐ Deepen ☐ Produ		☐ Product	ion (Start/Resume)	□ Water Sh	ut-Off			
	☐ Alter Casing	□ Нус	☐ Hydraulic Fracturing ☐ Rec		ation	□ Well Inte	grity			
Subsequent Report Subsequent Re	☐ Casing Repair		v Construction	. Recomp		Other				
☐ Final Abandonment Notice	Change Plans		_ ·		arily Abandon					
13. Describe Proposed or Completed Op	Convert to Injection		g Back	☐ Water I	<u> </u>					
testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection. 07/25/19 MIRU plugging equipment. Dug out cellar, RU pump & laid line to pit. 07/26/19 Flowed down gas to pit & pump'd 60 BBLS H20 to kill well. ND well head, NU BOP. Began POH w/ tbg. 07/29/19 Continued POH w/ tbg. Set 5 1/2" CIBP @ 13.165. Tagged CIBP w/ perf sub. Spotted 25 sx class H cmt @ 13.165-12,932'. 07/30/19 POH w/ tbg. RU Rotary Wireline, set 5 1/2" CIBP @ 11.775', RD Rotary WL. Tagged CIBP @ 11,775' w/ perf sub. Circulated hole w/.MLF. Pressure tested csg, held 600 PSI. Spotted 60 sx class H cmt @ 11,775-11,169'. 07/31/19 Perf d csg @ 9510'. Pressure tested perfs, held 1200 PSI. Spotted 35 sx class H cmt @ 9560-9233'. WOC. 08/01/19 Tagged plug @ 9266'. Perf d csg @ 7990'. Pressured up on perfs to 1200 PSI. Spotted 30 sx class H cmt w/ 2% CACL @ 8040-7737' WOC. Tagged plug @ 7747'. Spotted 25 sx class C cmt @ 50100-47/48', 08/02/19 Attempted to remove plates from 5 1/2" well head, 08/05/19 Cut 5 1/2" csg @ 4200'. POH. RU csg jacks, NU BOP & tongs. POH w/ 100 its of 5 1/2" csg. RD csg jacks, 08/06/19 RiH to 4250'. Broke circulation & spotted 60 sx class C cmt @ 4250-4050'. WOC. Tagged plug @ 4156'. Spotted 35 sx class C cmt @ ACCEPTED FOR RECORD										
14. I hereby certify that the foregoing is	d by the BLM Well C, sent to the Ca RAH MCKINNEY			2 019						
Name (Printed/Typed) DELILAH	FLORES	Title REGUL	ATORY TE	CHNICKMACK	u LIE					
Signature (Electronic S	Submission)		Date 08/27/20		BUREAU OF LAND- CARLSBAD FIE	ANAGEME				
	THIS SPACE FO	R FEDERA	L OR STATE	OFFICE U	SE					
A managed Dr.			Title	· · · · · · · · · · · · · · · · · · ·		Date				
Approved By Conditions of approval, if any, are attache	d Approval of this notice does	Title			Luale					
conditions of approval, it any, are attached certify that the applicant holds legal or equivalent would entitle the applicant to conductive th	aitable title to those rights in the	Office				,				
Title 18 U.S.C. Section 1001 and Title 43 States any false, fictitious or fraudulent				willfully to m	ake to any department or ago	ency of the U	nited			

Additional data for EC transaction #480614 that would not fit on the form

32. Additional remarks, continued

4156-4046'. WOC. 08/07/19 Tagged plug @ 4065'. Spotted 200.sx.class C.cmt w/ 2% CACL @ 2250-1630'. WOC. Tagged plug @ 1590'. Spotted 200.sx.class C.cmt @ 1590-970'. WOC 08/08/19 Tagged plug @ 1100'. Spotted 120 sx.class C.cmt @ 1100-728'. WQC. Tagged plug @ 745'. Spotted 200 sx.class C.cmt @ 550'. & circulated to surface. Rigged down & moved off. 08/16/19 Moved in backhoe and welder, dug out cellar, cut off well head, and Joe Salcido w/ BLM verified cement to surface. Welded on "Below Ground Dry Hole Marker". Backfilled cellar, cut off deadmen, cleaned location, and moved off.



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Carlsbad Field Office 620 E. Greene St. Carlsbad, New Mexico 88220-6292 www.blm.gov/nm



In Reply Refer To: 1310

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 filing 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

have issues or concerns, contact a BLM specialist to assist you. It would be in your interest to have a BLM specialist look at the location and access road prior to the removal of reclamation equipment to ensure that it meets BLM objectives. Upon conclusion submit a Form 3160-5, Subsequent Report of Reclamation. This will prompt a specialist to inspect the location to verify 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.
- 7. 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 FAN 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 (Office), 575-361-2648 (Cell)

Arthur Arias Environmental Protection Specialist 575-234-6230

Crisha Morgan Environmental Protection Specialist 575-234-5987

Melissa Horn Environmental Protection Specialist 575-234-5951

Kelsey Wade Environmental Protection Specialist 575-234-2220

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