Form 3160-5 (June 2015)

REQUIPE tesia

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

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

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 SHOPPER PRESIA O.C.D.					5. Lease Serial No. NMNM80645 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.					
1. Type of Well Oil Well Gas Well Oth			8. Well Name and No. LILY ALY FEDERAL 3							
Name of Operator EOG Y RESOURCES INC	KAY MADDOX ox@EOGRESOURCES.com			9. API Well No. 30-015-27264						
3a. Address PO BOX 2267 MIDLAND, TX 79702	3b. Phone No. (include area code) Ph: 432-686-3658			10. Field and Pool or Exploratory Area INGLE WELLS;DELAWARE						
. 4. Location of Well (Footage, Sec., 7 Sec 3 T24S R31E Mer NMP S 32.248199 N Lat, 103.764595				11. County or Parish, State EDDY COUNTY, NM						
12. CHECK THE AI	PROPRIATE BOX(ES)	TO INDICA	TE NATURE O	F NOTICE,	REPO	RT, OR OTI	HER D	ATA		
TYPE OF SUBMISSION	TYPE OF ACTION									
☐ Notice of Intent ☑ Subsequent Report ☐ Final Abandonment Notice	port		☐ Deepen ☐ Hydraulic Fracturing ☐ New Construction ☑ Plug and Abandon ☐ Plug Back		☐ Production (Start/Resume) ☐ Reclamation ☐ Recomplete ☐ Temporarily Abandon ☐ Water Disposal			☐ Water Shut-Off ☐ Well Integrity ☐ Other		
13. Describe Proposed or Completed Op If the proposal is to deepen direction. Attach the Bond under which the wo following completion of the involved testing has been completed. Final Al determined that the site is ready for PLUGGED THIS WELL USIN 4/30/2018 MIRU 5/1/2018 SET 5 1/2" CIBP @6 5/2/2018 CAP BP W/25 SXS @ 3916' PERF @ 4250' PRES 5/3/2018 TAG @M 3855', PERF 5/4/2018 TAG @M 3855', PERF SPOT 10 SXS CMT @ 3884' 5/7/2018 TAG @ 1281' BLM CW/55 SXS CMT CTOC @ 450	ally or recomplete horizontally, will be performed or provide operations. If the operation revandonment Notices must be filinal inspection. G THE PROCDURE BEL 387' TAGGED, CIRC WETOC @6092' WOC TAG (SS UP BLM OK'D TO SP RIH W CBL TO 3820', TO 3547' SPOT 280 SXS OK'D TO SPOT 45 SXS OF SWI	give subsurface the Bond No. or sults in a multiple of only after all own of the control of the	locations and measu if lie with BLM/BIA if lie	T 25 SXS C 1048' SIW TOC @3820' STY U	TOC @	pths of all pertir reports must be val, a Form 316 een completed a RECLAM 55079' SET BLM OK'D TO SERF @ 700' SERF	nent marke filed with	kers and z thin 30 da t be filed o perator ha	cones. ays once as	
Electronic Submission #420590 ver For EOG Y RESOURC			ied by the BLM Well Information System NC, sent to the Carlsbad DEBORAH MCKINNEY on 05/21/2018 () Title REGULATORY ANALYST							
Signature (Electronic Submission) THIS SPACE FOR FEDER			Date 05/18/20			SEPTED	FOR	REC)RD	
	THIS OF AGE FO	TO LOCK	LUKUIAIE	OI I IOL U	1				+	
Approved By Conditions of approval, if any, are attached certify that the applicant holds legal or equ	not warrant or subject lease	Title			MAY	y b				
which would entitle the applicant to conduct operations thereon.			Office		1_R	TREAU OF LA	ND MA	NAGEME	INT I	

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.

Additional data for EC transaction #420590 that would not fit on the form

32. Additional remarks, continued

5/9/2018 TAG @ 371', PERF @ 60', NDBOP PUMP 35 SXS CMT TO SURFACE, VERIFIED CMT RDMO



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. Strip and remove caliche, contour the location to blend with the surrounding landscape, redistribute 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, 575-361-2648 (Cell)

Arthur Arias Environmental Protection Specialist 575-234-6230

Henryetta Price Environmental Protection Specialist 575-234-5951

Shelly Tucker Environmental Protection Specialist 575-234-5979

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