HOBBS OCD

Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR SUNDRY NOTICES AND REPORTS ON WELLS of use this form for proposals to dell's

Do not use this form for proposals to drill or to re-enter an

OCT 29 2012

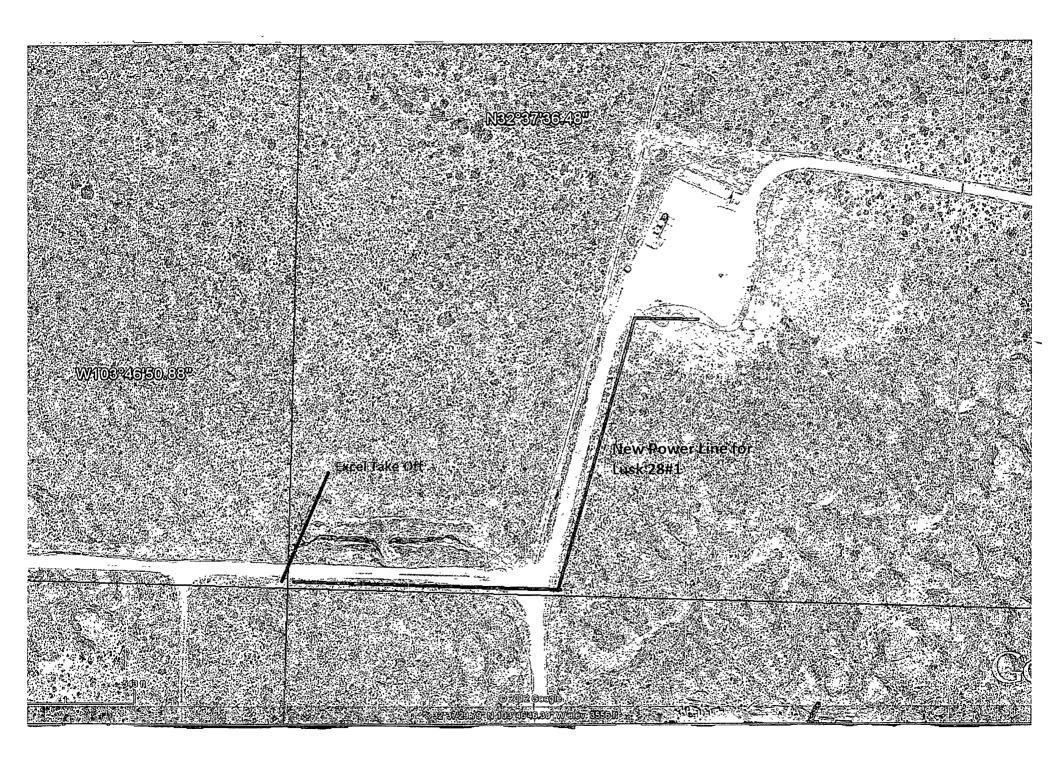
FORM APPROVED OMB No. 1004-0137 Expires: July 31, 2010

5. Lease Serial No. NMNM111963

6. If Indian, Allottee or Tribe Name

| abandoned well. U | Jse Form 3160-3 (A | PD) for such proposals | s. | | | |
|--|--|---|---|---|---|---|
| SUBMIT IN TRIPLICATE — Other instructions on page 2. | | | | 7. If Unit of CA/Agreement, Name and/or No. | | |
| 1. Type of Well | | | | | | |
| Oil Well Gas W | 8. Well Name and No. South Lusk 28 Federal #001 | | | | | |
| 2. Name of Operator Apache Corporation | | | | 9. API Well No. 30-025-36992 | | |
| 3a Address 303 Veterans Airpark Lane, Suite 3000 Midland, TX 79705 | 3b. Phone No. (include area code) 432/818-1062 | | 10. Field and Pool or Exploratory Area Lusk; Bone Spring, South (41460) | | | |
| 4. Location of Well (Footage, Sec., T.,R.,M., or Survey,Description) | | | | 11. Country or Parish, State | | |
| 660' FSL & 830' FWL UL M Sec 28 T19S R32E | | | Lea County, NM | | | |
| 12. CHEC | K THE APPROPRIATE BO | OX(ES) TO INDICATE NATURE | E OF NOTIC | E, REPORT OR OTH | ER DATA | |
| TYPE OF SUBMISSION TYPE OF | | | PE OF ACT | TION | | |
| Notice of Intent Subsequent Report Final Abandonment Notice | Acidize Alter Casing Casing Repair Change Plans Convert to Injection | Deepen Fracture Treat New Construction Plug and Abandon Plug Back | Production (Start/Resume) Reclamation Recomplete Temporarily Abandon Water Disposal | | Water SI Well Inte | |
| 13. Describe Proposed or Completed Op the proposal is to deepen directions Attach the Bond under which the w following completion of the involv testing has been completed. Final a determined that the site is ready for | ally or recomplete horizontal fork will be performed or pred operations. If the operation Abandonment Notices must | lly, give subsurface locations and ovide the Bond No. on file with B ion results in a multiple completion | measured an BLM/BIA. R on or recomp | nd true vertical depths of Required subsequent rep letion in a new interval | of all pertinent moorts must be file , a Form 3160-4 | narkers and zones. ed within 30 days I must be filed once |
| Apache would like to run a new pow ft. with 30-40 ft. poles spaced at 200 power. The line is on lease and a m |)-300 ft. apart. The line w | | | | | |
| If any questions, please contact Travis Carnes at (575)393-7106 x1521 or Chris Lanning at 432-818-1878. | | | | | | |
| | | | | | | |

| 14. I hereby certify that th | e foregoing is true and correct. Name (Printed/Typed) | | |
|------------------------------|--|---------------------------|---|
| Reesa Holland | | Title Sr. Staff Engr Tech | |
| Signature K | esa Holland | Date 09/19/2012 | |
| | THIS SPACE FOR FEDE | RAL OR STATE OFFICE USE | |
| Approved by | /s/ Don Peterson | FIELD MANAGER | Date QCT 19 2012 |
| | any, are attached. Approval of this notice does not warrant or ce and of equitable title to those palits in the subject lease which wo flut observations alone on. | | |
| | 01 and Title 43 U S C. Section 1212, make it a crime for any pe ements or representations as to any matter within its jurisdiction | | partment or agency of the United States any false |



Company Reference: Apache Corporation Lease #: NMNM111963

Well No. & Name: South Lusk 28 Federal #1

STANDARD STIPULATIONS FOR OVERHEAD ELECTRIC DISTRIBUTION LINES

A copy of the Sundry Notice 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:

**Special Stipulations:

- Power poles shall be installed no farther than 15 feet from the edge of roads that the power line follows.
- For reclamation remove poles, lines, transformer, etc. and dispose of properly.
- Fill in any holes from the poles removed.
- Timing Limitation Stipulation/Condition of Approval for Lesser Prairie-Chicken: Oil and gas activities including 3-D geophysical exploration, and drilling will not be allowed in lesser prairie-chicken habitat during the period from March 1st through June 15th annually. During that period, other activities that produce noise or involve human activity, such as the maintenance of oil and gas facilities, geophysical exploration other than 3-D operations, and pipeline, road, and well pad construction, will be allowed except between 3:00 am and 9:00 am. The 3:00 am to 9:00 am restriction will not apply to normal, around-the-clock operations, such as venting, flaring, or pumping, which do not require a human presence during this period.
- 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, et seq. or the Resource Conservation and Recovery Act, 42 U.S.C. 6901, et seq.) 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 in accordance to standards outlined in "Suggested Practices for Raptor Protection on Power lines," Raptor Research Foundation, Inc., 1981. The holder shall assume the burden and expense of proving that pole designs not shown in the above publication are "raptor safe." 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.
- 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.