Form 3160-5* (June 2015)

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

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

OCD Hobbs 5. Lease Serial No. NMLCO 55546

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 SUBMIT IN TRIPLICATE - Other instructions on page 2				6. If Indian, Allottee or Tribe Name 7. If Unit of CA/Agreement, Name and/or No.			
Oil Well Gas Well Other 2. Name of Operator Herman L. Loeb LLC RECEIVED			9. API Wel	9. API Well No. 30-025-26701			
3a. Address PO Box 838 . 3b. Phone No. (include area code)			2) 10. Field as	10. Field and Pool or Exploratory Area			
Lawrenceville, III. 62439 (618) 943-2227			1	Jalmat-Tansill			
4. Location of Well (Footage, Sec., T.R.,M., or Survey Description) NW/NW 590 FNL, 660 FWL, D Sec 6/25S/37E			1	11. Country or Parish, State Lea, Co. NM			
12. CHEC	CK THE APPROPRIATE BOX(ES) TO I	NDICATE NATURE	OF NOTICE, REPOR	RT OR OTHER DATA			
TYPE OF SUBMISSION TYPE OF A							
Notice of Intent Subsequent Report	Alter Casing Hy Casing Repair	verence of the contractor of the construction	Production (Star Recalmation Recomplete Temporarily Aba	IN I I I I I I I I I I I I I I I I I I	JR	۲ ,	
Final Abandonment Notice	Convert to Injection Plu	ug Back	Water Disposal		_	•	
completed. Final Abandonment Not is ready for final inspection.) 10/29/2015 Set CibP @ 2,690' press test csg & CiBP to 500 p 10/30/2015 Spotted 30 sx Clas 10/31/2015 Tgd cmt plug @ 2,3 14.8 ppg @ 1,200'. 11/2/2015 Tgd cmt plug @ 854 14,8 ppg @ 576' & got good cm 11/3/2015 Cut off all sasing strop op off csg annulus	is C cmt mixed @ 14.8 ppg on top of 168'. Spotted 30 bbls 9.5 ppg salt gel 3'. Spot 9.5 ppg salt gel spacer fr/854 it to surface. TOH w/tbg & topped off ings and found no cmt in 4 1/2" csg ai w/28 sks Class C cmt mixed @ 14.8 t and Caliche. Hauled in top soil and	ents, including reclandary & tgd CIBP. CIBP @ 2,690'. spacer. Perf1,100 '-450'. Perf 450'. For csg. nnulus. ppg. Cmt standing	nation, have been comp Press to 500 psi & he Surface.	pleted and the operator has theld press. Spot 30 sx eld press. Spotted 60 sx RECLAMATI ATI	detennined that the sit	te @ @	
Michael Polley	Agent for Herman L. Loeb LLC.						
Signature Date				07/10/2017			
	THE SPACE FOR FE	DERAL OR ST	ATE OFICE US	ACCEPTED FO	R RECORD	L	
Approved by	Title		Date				
Conditions of approval, if any, are attach certify that the applicant holds legal or eawhich would entitle the applicant to conditions.			AUG 10	2018			
Title 18 U.S.C Section 1001 and Title 43 any false, fictitious or fraudulent stateme	U.S.C Section 1212, make it a crime for nts or representations as to any matter wi	any person knowing thin its jurisdiction.	ly and willfully to ma	ce to BUREAU AFILAND CARLSBAD FIE	MANAGEMENT State LD OFFICE	tes	

(Instructions on page 2)



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