

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB NO. 1004-0135
Expires: July 31, 2010

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 reverse side.

| | | |
|--|---|--|
| 1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other | | 5. Lease Serial No. NMNM11038 |
| 2. Name of Operator RKI EXPLORATION & PROD LLC | | 6. If Indian, Allottee or Tribe Name |
| Contact: JODY NOERDLINGER E-Mail: jnoerdlinger@rkixp.com | | 7. If Unit or CA/Agreement, Name and/or No. |
| 3a. Address 210 PARK AVE SUITE 900 OKLAHOMA CITY, OK 73102 | 3b. Phone No. (include area code) Ph: 405-995-5774 Fx: 405-996-5772 | 8. Well Name and No. DIVERSE 23 FEDERAL 1 |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 23 T26S R29E SWSE 430FSL 2080FEL | | 9. API Well No. 30-015-30854-00-S1 |
| | | 10. Field and Pool, or Exploratory BRUSHY DRAW |
| | | 11. County or Parish, and State EDDY COUNTY, NM |

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION | TYPE OF ACTION | | | |
|---|---|--|--|---|
| <input type="checkbox"/> Notice of Intent | <input type="checkbox"/> Acidize | <input type="checkbox"/> Deepen | <input type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-Off |
| <input checked="" type="checkbox"/> Subsequent Report | <input type="checkbox"/> Alter Casing | <input type="checkbox"/> Fracture Treat | <input type="checkbox"/> Reclamation | <input type="checkbox"/> Well Integrity |
| <input type="checkbox"/> Final Abandonment Notice | <input type="checkbox"/> Casing Repair | <input type="checkbox"/> New Construction | <input type="checkbox"/> Recomplete | <input type="checkbox"/> Other |
| | <input type="checkbox"/> Change Plans | <input checked="" type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon | |
| | <input type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug Back | <input type="checkbox"/> Water Disposal | |

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

RKI Exploration & Production reports plugging of the subject well. Work was conducted from May 28 through May 30, 2014, performed by BCM and Associates.

Set CIBP at 5,050 feet. Pumped 120 BBLS mud and 25 sacks cement from 4,803 feet to 5,050 feet.
Set CIBP at 3,100 feet. Pumped 35 sacks cement from 2,754 feet to 3,100 feet. Tagged plug at 2,717 feet. Pumped 25 sacks cement from 2,203 feet to 2,450 feet. Tagged plug at 2,231 feet.
Found casing free point at 850 feet. Set CIBP at 925 feet. Cut 8 5/8" casing at 827 feet for a total of 20 joints.
Pumped 75 sacks cement from 587 feet to 920 feet. *Complete into*

Installed riser and cleaned up well site on June 5, 2014.

2
U2D 7-29-14
Accepted for record
NM300D

Rejected

| | |
|---|--------------------------|
| 14. I hereby certify that the foregoing is true and correct. | |
| Electronic Submission #248353 verified by the BLM Well Information System For RKI EXPLORATION & PROD LLC, sent to the Carlsbad Committed to AFMSS for processing by LINDA DENNISTON on 06/05/2014 (14DMH0304SE) | |
| Name (Printed/Typed) JODY NOERDLINGER | Title REGULATORY ANALYST |
| Signature (Electronic Submission) | Date 06/05/2014 |

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

| | | |
|---|--------------------------------------|-----------------|
| Approved By REJECTED | JAMES A AMOS Title SUPERVISOR EPS | Date 07/17/2014 |
| Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon. | | Office Carlsbad |

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 #248353 that would not fit on the form

32. Additional remarks, continued