

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM APPROVED
OMB No. 1004-0137
Expires: March 31, 2007

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

☒ Oil Well ☐ Gas Well ☐ Other

2. Name of Operator

RKI Exploration & Production, LLC

3a. Address 3817 NW Expressway, Ste.950
Oklahoma City, OK 711233b. Phone No. (include area code)
405-996-5750

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

360' FSL & 330' FEL, Sec.1-Twp 23S-Rng 28E

5. Lease Serial No.

NM-91788 078

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.

8. Well Name and No.

Longview '1' Federal Well No.44

9. API Well No.

30-015-38070

10. Field and Pool, or Exploratory Area

East Herradura Bend Bone Spring

11. County or Parish, State

Eddy County, New Mexico

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

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" 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 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 checked="" type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	Downhole Commingle
	<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.)

The existing wellbores of the Longview Federal wells are currently completed in the Bone Spring formation and RKI intends to perforate and complete the Delaware portion (between approximately 5950' and 6265') by April or May 2011 and will immediately conduct production tests on that zone. The vertical extents of separation between completions in the subject formations is within 150-percent from the top of the upper interval to the bottom of the lower interval so crossflow is not anticipated. RKI will provide pressure data as it is available from any additional testing that may be conducted. Monthly well tests will be conducted and the wells may be separately metered in the future. Production from these pools is mature and predictable in the subject area.

Ownership of the Longview Federal property is individually owned by the applicant or its wholly owned subsidiaries.

The surface is owned U.S. Bureau of Land Management and royalties to the federal government will not be reduced as a result of this commingling.

Accepted for record - NMOSD

SEE ATTACHED FOR

14. I hereby certify that the foregoing is true and correct
Name (Printed/Typed)

Ben Stone

(903) 488-9850

Title Consultant for RKI E&P, LLC

Signature

Date April 15, 2011

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

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.

Title

Office

CONDITIONS OF APPROVAL

RECEIVED
JUL 15 2011
NMOSD

APPROVED

JUL 15 2011

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.

(Instructions on page 2)

BUREAU OF LAND MANAGEMENT
CARLSBAD FIELD OFFICE

**Longview Federal 1-44
30-015-38070
RKI Exploration & Production, LLC
July 15, 2011
Conditions of Approval**

1. Send in a Notice of Intent on form 3160-5 with plans for completing the Delaware and the exact date that commingling of the two zones is to start.
2. Send in a subsequent sundry with completion report and allocation percentages after the zone has been tested.

TAM 071511