FORM APPROVED UNITED STATES OMB No 1004-0135 Expires July 31, 1996 DEPARTMENT OF THE INTERIO MAY 01 2012 BUREAU OF LAND MANAGEMENT 5. Lease Serial No. NMLC 065478-B SUNDRY NOTICES AND REPORTS ON WELLS NMOCO ARTS orm for proposals to drill or reenter an 6. If Indian, Allottee or Tribe Name abandoned well. Use Form 3160-3 (APD) for such proposals. 7. If Unit or CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on reverse side Type of Well Well Name and No. X Oil Well Gas Well Other Name of Operator **FALCON 3 K FEDERAL #28** 9. API Well No LIME ROCK RESOURCES II-A, L.P. Address c/o Mike Pippin LLC Phone No. (include area code) 30-015-39948 505-327-4573 10. Field and Pool, or Exploratory Area 3104 N. Sullivan, Farmington, NM 87401 Location of Well (Footage, Sec., T., R., M., or Survey Description) Red Lake: Glorieta-Yeso (51120) 2310' FSL & 2390' FWL Unit K OGRID#: 277558 AND Sec. 3, T18S, R27E Eddy County, New Mexico 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Production (Start/Resume) Water Shut-Off Notice of Intent Deepen Acidize Alter Casing Fracture Treat Reclamation Well Integrity Subsequent Report Recomplete X Other 1st Stage Casing Repair New Construction Completion Change Plans Plug and Abandon Temporarily Abandon Final Abandonment Notice Water Disposal Convert to Injection Plug Back Describe Proposed or Completed Operations (clearly state all pertnent details, including estimated starting date of any proposed work and approximate duration thereof If the proposal is to deepen directionally or recomplete 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 recompletion 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) PT 5-1/2" csg to 5000 psi for 30 min - OK. Perfed Yeso @ 4703', 07', 10', 13', 20', 31', 40', 43', 51', 55', 58', 60', 65', 75', 79', 85', 89', 92', 96', 4802', 09', 15', 20', 25', 30', 34', 40', 44', 48', 53', 58', 62', 65', 69', 76', 79', 85', 90', 95', 4900', 06', 13', 17', 23', 28', 35', 39', 45', 50', 55', 64', 69', 78', 83', 85', 89' w/1-0.41" spf. Total 56 holes. Treated new Yeso perfs w/3000 gal 7.5% HCL acid & 84 perf balls. On 4/12/12, fraced w/86,968# 16/30 & 21,537# 12/20 sand in X-linked gel. CO after frac to PBTD5039'. On 4/16/12, landed 2-7/8" 6.5# J-55 tbg @ 4922'. Ran pump & rods. Released completion rig on 4/17/12. We plan to test this interval separately for a few weeks, and then continue with the next stage of this new well completion. Accepted for record NMOCD 05/09 I hereby certify that the foregoing is true and correct Name (Printed/Typed) Title Mike-Pippin Petroleum Engineer (Agent) Signature Date THIS SPACE FOR FEDERAL OR STATE USE Approved by Title Date Conditions of approval, if any, are attached. Approval of this notice does not warrant or Office 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 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of BUYEAU U

fraudulent statements or representations as to any matter within its jurisdiction.