| | OCD-ARTESIA | | | | | | |
|--|---|---|---|---|--|-------------------------|--|
| | UNITED STATES PARTMENT OF THE INTERIOR REAU OF LAND MANAGEMENT | | | ц | FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010 | | |
| SUNDRY NOTICES AND REPORTS ON WELLS | | | | | 5. Lease Serial No. NMNM18626 | | |
| Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals. | | | | | 6. If Indian, Allottee or Tribe Name | | |
| SUBMIT IN TRIPLICATE - Other instructions on reverse side. | | | | | 7. If Unit or CA/Agreement, Name and/or No. | | |
| 1. Type of Well Gas Well C Other | | | | | 8. Well Name and No. GINGER FEDERAL 1 | | |
| 2. Name of Operator RKI EXPLORATION & PROD | | | 9. API Well No. 30-015-25744 | | | | |
| 3a. Address 210 PARK AVE. SUITE 900 OKLAHOMA CITY, OK 73102 | | 3b. Phone No. (include area code) Ph: 405-996-5774 | | | . 10. Field and Pool, or Exploratory ROSS DRAW; DELAWARE EAST | | |
| 4. Location of Well (Footage, Sec., 7 | , <u> </u> | | | 11. County or Parish, and State | | | |
| Sec 24 T26S R30E Mer NMP SWSE 460FSL 1880FEL | | | EDDY COU | | EDDY COUNT | Y, NM | |
| 12. CHECK APP | ROPRIATE BOX(ES) TO | INDICATI | NATURE OF | NOTICE, REI | PORT, OR OTHE | R DATA | |
| TYPE OF SUBMISSION | TYPE OF ACTION | | | | | | |
| D Notice of Intent | ☐ Acidize | Dee | pen | Production (Start/Resume) | | ■ Water Shut-Off | |
| - | Alter Casing | Fracture Treat | | 🗖 Reclamati | on | Well Integrity | |
| Subsequent Report | Casing Repair | New Construction | | | • • • | | |
| 🖸 Final Abandonment Notice | Change Plans Convert to Injection | 🗖 Pluj | , and Abandon , Back | Temporar 🛛 Temporar | - | | |
| 13. Describe Proposed or Completed Op If the proposal is to deepen direction Attach the Bond under which the wo following completion of the involvec testing has been completed. Final Al determined that the site is ready for f | ally or recomplete horizontally, g rk will be performed or provide th operations. If the operation resu- bandonment Notices shall be filec- inal inspection.) | ive subsurface he Bond No. o ilts in a multip i only after all | locations and measu i file with BLM/BIA e completion or record requirements, include | ured and true verti A. Required subse ompletion in a nev ding reclamation, l | cal depths of all pertin quent reports shall be v interval, a Form 316 have beggreompleted, | ient markers and zones. | |
| RKI Exploration & Production reports water disposal for the subject well, ac order #7: | | | | o Onshore | | V 0.4 2014 | |
| Water is produced from the R An average of 12 barrels of w Water is stored in tanks on sit Water is transferred to a dispo Disposal facility is located in S | | | | ECEIVED | | | |
| C Southed for kentred CD NMDCD 11/5/14 | | | | | | NS OF APPROVAL | |
| 14. I hereby certify that the foregoing is Name(Printed/Typed) JODY NO | true and correct. Electronic Submission #25 For RKI EXPLORAT Committed to AFMSS for p ERDLINGER | TION & PRO | UČTION, sent to y LINDA DENNIS | o the Carlsbad | 2014 () | | |
| | | | | | · · · · · | | |
| <u>(Electronic Submission)</u> | | | Date 06/26/2 | | | ROVED | |
| | | | | | | | |
| Approved By | | | Title | | OCT | 2 4 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 | | JAME | ES A. AMOS | |
| 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. | | | | | | | |
| ** OPERAT | OR-SUBMITTED ** OP | ERATOR- | | | | ** | |
| O LAAT | | | | | | • | |

BUREAU OF LAND MANAGEMENT Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

Disposal of Produced Water From Federal Wells Conditions of Approval

Approval of the produced water disposal methodology is subject to the following conditions of approval:

1. This agency shall be notified of any change in your method or location of disposal.

2. Compliance with all provisions of Onshore Order No. 7.

- 3. This agency shall be notified of any spill or discharge as required by NTL-3A.
- 4. This agency reserves the right to modify or rescind approval whenever it determines continued use of the approved method may adversely affect the surface or subsurface environments.
- 5. Any on-lease open top storage tanks shall be covered with a protective cover to prevent entry by birds and other wildlife.
- 6. This approval should not constitute the granting of any right-of-way or construction rights not granted by the lease instrument.
- 7. If water is transported via a pipeline that extends beyond the lease boundary, then you need to submit within 30 days an application for right-of-way approval to the Realty Section in this office if you have not already done so.
- 8. Disposal at any other site will require prior approval.
- 9. Subject to like approval by NMOCD.

7/10/14