

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD Artesia

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

MAY 18 2012

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.***NMOC D ASBESTOS****TRIPPLICATE - 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. NMNM0480904B
2. Name of Operator RKI EXPLORATION & PROD LLC Contact: BEN STONE E-Mail: ben@sosconsulting.us		6. If Indian, Allottee or Tribe Name
3a. Address 3817 NW EXPRESSWAY SUITE 950 OKLAHOMA CITY, OK 73112	3b. Phone No. (include area code) Ph: 903-488-9850 Fx: 866-400-7628	7. If Unit or CA/Agreement, Name and/or No NMNM128495 71027X
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 22 T26S R30E NENW 330FNL 2310FWL		8. Well Name and No ROSS DRAW UNIT 22 1H
		9. API Well No. 30-015-38240-00-X1
		10. Field and Pool, or Exploratory UNDESIGNATED UNKNOWN
		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 checked="" type="checkbox"/> Other Drilling Operations
	<input type="checkbox"/> Change Plans	<input 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 recompleate 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 recompleation 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.)

10/30/2010 - FINISH RIGGING UP/ HAULING WATER/ UNLOADING CASING/CLEAN & DRIFT SPUD AND DRILL 80' TO 338' (73.7 FPH 410 GPM 45 RPM 8-10 WOB) SURVEY @ 338'-.50 DRILL 338' TO 550' (70.6 FPH 746 GPM 80 RPM 10-15 WOB) SURVEY @ 550' 1.30 CIRCULATING WAITING ON CUTTING BINS FROM SQ # 6 DRILL 550' TO 720' (68 FPH 746 GPM 80 RPM 15 WOB).

11/2/2010 - RU CASING CREW. RUN 946' OF 13.375" 68# J-55 BTC. INSTALL FLOAT EQUIPMENT AND TIH WITH 5 JTS. SD WAITING ON SCHLUMBERGER TIH WITH CASING. TAGGED AT 495'. RU CASING SWAGE AND 2" IRON CC CASING. CIRCULATED CASING DOWN OK. TIH WITH CASING NOTE: IN CONTACT WITH BLM AGENT. TAGGED AT 552' TO 585.6. WORK PIPE AND RU SWAGE AND 2" IRON TIH TAG, SWAGE AND WASH AT 624', 685', 744', 755', 782', 826', 865', 905' AND 924' PIPE ON BOTTOM.

Accepted for record**NMOC D***RDade 05/24/12*

14. I hereby certify that the foregoing is true and correct. Electronic Submission #137564 verified by the BLM Well Information System For RKI EXPLORATION & PROD LLC, sent to the Carlsbad Committed to AFMSS for processing by KURT SIMMONS on 05/14/2012 (12KMS1928SE)	
Name (Printed/Typed) BEN STONE	Title AGENT FOR RKI
Signature (Electronic Submission)	Date 05/10/2012
THIS SPACE FOR FEDERAL OR STATE OFFICE USE	
Approved By ACCEPTED	EDWARD FERNANDEZ Title PETROLEUM ENGINEER
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

**** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ****

Additional data for EC transaction #137564 that would not fit on the form

32. Additional remarks, continued

PUMP CEMENT AS FOLLOWS LEAD 675 SKS C+4%D20+2%S1+.2%D46+.125PPSD130, TAIL 200 SKS C+1%S1+.125PPSD130 WOC NOTE. NO CIRCULATION OR LIFT PSI ON CEMENT JOB. NOTE: 100' OF FLUID IN HOLE THIS AM.

11/3/2010 - RU WIRELINE TRUCK FOR TEMP SURVEY. TOP OF CEMENT 660'. TIH WITH 1" CSI HYDRILL TUBING. TAG 475' CENTRALIZER CLOSE. WORKING RU SLB CC HOLE. HOLE WOULD NOT LOAD. 35' FROM SURFACE. TIH WITH 1" CSI HYDRILL TUBING. TAG 524' WORKING PIPE RU SLB CC HOLE. AT 524' TIH WITH 1" CSI HYDRILL TUBING. TAG 588'. WORK AND WASH. NO GOOD. CALLED BLM OK AT 588' RU TO PUMP CLASS C NEAT 3% CAL. (50 SKS) FIRST STAGE. PUMP 1 BBL WATER BEHIND. POOH TO 402'. WOC

TIH TAG AT 474'. RU SLB PUMP 50 SKS OF CLASS C NEAT WITH 3% CAL. POOH TO 278' WOC TIH TAG AT 474'. NO FOOTAGE MADE RECEMENT. RU SLB PUMP 50 SKS OF CLASS C NEAT WITH 3% CAL. POOH WOC TIH TAG AT 462'. 12' MADE. RU SLB PUMP 50 SKS OF CLASS C NEAT WITH 3% CAL. POOH WOC 3 HOURS. NOTE. TEMPERATURE LOG SHOWS WATER SAND 460' TO 570'. WOC

11/4/2010 - TIH WITH 1" CSI HYDRILL TUBING. TAG 436'. 26' MADE PUMP 100 SKS OF CLASS C WITH 3%CAL. NO CIRCULATION POOH - WOC.

TIH WITH 1" CSI HYDRILL TUBING. TAG 328' MADE 108' PUMP 100 SKS OF CLASS C WITH 3%CAL. NO CIRCULATION POOH - WOC.

TIH WITH 1" CS HYDRILL TUBING. TAG 277'. 51' MADE 51' PUMP 100 SKS OF CLASS C WITH 3% CAL. NO CIRCULATION POOH - WOC.

TIH WITH 1" CS HYDRILL TUBING. TAG 200' MADE 77.51' PUMP 100 SKS OF CLASS C WITH 3%CAL. NO CIRCULATION POOH - WOC.

TIH WITH 1" CS HYDRILL TUBING. TAG 200' MADE 0' PUMP 100 SKS OF CLASS C WITH 3%CAL. NO CIRCULATION POOH - WOC.

TIH WITH 1" CS HYDRILL TUBING. TAG 168' MADE 32' PUMP 100 SKS OF CLASS C WITH 3%CAL. NO CIRCULATION. FLUID 10' BELOW FLOWLINE. POOH.

11/5/2010 - WOC ON STAGE # 10 OF 1" REMEDIAL CEMENT JOB. TIH WITH 1" CS HYDRILL TUBING. TAG 100'. MADE 68' - BREAK CIRCULATION. PUMP 150 SKS OF CLASS C. CEMENT TO SURFACE CIRCULATED 20 SKS / 5 BBLs OF CEMENT TO SURFACE. WOC. 4 HRS OR 500 PSI COMPRESSIVE STRENGTH TOTAL CEMENT PUMPED 1825 SACKS, INCLUDES PRIMARY NOTE: CEMENT 1 1/2' BELOW CELLER

INSTALL WELLHEAD AND BOP'S NU BOP. NOTICE BLM