

Entered

OCD Artesia

Form 3160-5 (August 2007)

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.

5. Lease Serial No. NMNM60773

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 Oil Well Gas Well Other: INJECTION

8. Well Name and No. FEDERAL AZ 1

2. Name of Operator RKI EXPLORATION AND PRODUCTION Contact: JODY NOERDLINGER Email: JNOERDLINGER@RKIXP.COM

9. API Well No. 30-015-23324

3a. Address 210 PARK AVE. SUITE 900 OKLAHOMA CITY, OK 73102

3b. Phone No. (include area code) Ph: 405-996-0577

10. Field and Pool, or Exploratory UNDESIGNATED

4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 29 T26S R30E Mer NMP NESE 2080FSL 660FEL

11. County or Parish, and State EDDY COUNTY, NM

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

Table with columns: TYPE OF SUBMISSION, TYPE OF ACTION. Includes checkboxes for Notice of Intent, Subsequent Report, Final Abandonment Notice, Acidize, Deepen, Production, Water Shut-Off, etc.

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 recompletable 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.)

RKI Exploration and Production reports the plug and abandonment of the subject well:

6/18/2014 MIRU plugging equipment. 6/19/2014 ND well head; NU BOP;POH with casing. 6/20/2014 RIH with tubing at 3,400 feet; squeezed 300 sacks of Class C cement. 6/23/2104 Tagged cement plug at 3,000'; spotted 25 sacks of Class C cement from 2,924 feet to 3,000 feet; POH with tubing; spotted 50 sacks of Class C cement at 2,298 feet to 2,450 feet; WOC; tagged cement plug at 2,320 feet; POH with tubing; spotted 35 sacks of Class C cement at 1,464 feet to 1,570 feet; WOC. 6/25/2014 Tagged cement plug at 1,450 feet; POH with tubing; spotted 80 sacks of Class C cement from 807 feet to 1,050 feet; WOC; tagged cement plug at 840 feet; POH with tubing. Spotted 55 sacks of class C cement from 150 feet to surface. 6/26/2014 Rigged down and cleaned location. 7/9/2014 dug out cellar; cut off wellhead; welded on above-ground dry hole marker; backfilled cellar; cut off deadmen; cleaned location and moved off.

RECLAMATION DUE 12-22-14 Accepted for record NMDCD

As to plugging of the well bore, Liability under bond is retained until Surface restoration is completed.

14. I hereby certify that the foregoing is true and correct.

Electronic Submission #252399 verified by the BLM Well Information System For RKI EXPLORATION AND PRODUCTION, sent to the Carlsbad Committed to AFMSS for processing by JAMES AMOS on 08/12/2014 ()

Name (Printed/Typed) JODY NOERDLINGER

Title REGULATORY ANALYST

Signature (Electronic Submission)

Date 07/10/2014

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By

Title AUG 13 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

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.

** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED **