Form \$160-5 (June 2015)

UNITED STATES DEPARTMENT OF THE INTERIOR

OCD ArteSBERVATION

FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018

BUNDRY I SUNDRY I Do not use thi	5. Lease NMN	5. Lease Serial No. NMNM20965					
SUNDRY I Do not use thi abandoned wel		6. If Indian, Allottee or Tribe Name					
SUBMIT IN 1	7. If Unit	7. If Unit or CA/Agreement, Name and/or No.					
Type of Well Oil Well		8. Well Name and No. PIONEER FEDERAL 1					
2. Name of Operator RKI EXPLORATION & PROD		9. API Well No. 30-015-24599-00-S1					
3a. Address 3500 ONE WILLIAMS CENTE TULSA, OK 74172	BRU	10. Field and Pool or Exploratory Area BRUSHY DRAW-DELAWARE, EAST					
4. Location of Well (Footage, Sec., T.	11. Cour	nty or Parish, State					
Sec 17 T26S R30E NWSE 19	EDD	EDDY COUNTY, NM					
12. CHECK THE AF	PROPRIATE BOX(ES)	TO INDICATE NATURE OF	NOTICE, REPOR	Γ, OR OTHER DATA			
TYPE OF SUBMISSION	TYPE OF ACTION						
□ Notice of Intent	☐ Acidize	☐ Deepen	☐ Production (Start/				
14otice of Intent	☐ Alter Casing	☐ Hydraulic Fracturing	☐ Reclamation	action			
Subsequent Report ■	□ Casing Repair	■ New Construction	□ Recomplete	☐ Other			
☐ Final Abandonment Notice	☐ Change Plans	Plug and Abandon	☐ Temporarily Aba	orarily Abandon			
	☐ Convert to Injection		☐ Water Disposal	·			
Attach the Bond under which the wor following completion of the involved testing has been completed. Final Al determined that the site is ready for f	ally or recomplete horizontally rk will be perforned or provide to operations. If the operation re- bandonment Notices must be final inspection.	ent details, including estimated starting , give subsurface locations and measur e the Bond No. on file with BLM/BIA. esults in a multiple completion or recor led only after all requirements, includi	ed and true vertical depu Required subsequent re poletion in a new interva	ns of all pertinent markers and zones. ports must be filed within 30 days al, a Form 3160-4 must be filed once in completed and the operator has			
5-30-18 Tag Plug @ 4270'. Co Tag Plug @3334'. Confact Jo Approved. Perforate@ 3270'.	ontact BLM. Tag CIBP. L s C 5394'-5147'. Spot 30 ontact Joe BLM. Tag App e BLM. Tag Attempt to establish injec	oad & Test Casing 500 PSI. He sacks Class C 4550'-4253'. WC proved. Spot 25 sacks Class C ction rate. No rate. Pressured u	3620-3374. WUC.	RECLAMATION PROCEDURE ATTACHED			
with Joe BLM. Approved to sp sacks Class C 3320' - 3074'		RECLAMATION					
5-31-18 Tag Plug @ 3034'. Ta	rculation out	DUE 1/-30-18					
8-5/8. Squeeze 70 sacks Clas 560'. Discuss with Joe BLM. Sacks Class C 150'- Surface i	an Approved Perforate	@ 150'. Establish circulation. Cs. Leave 5-1/2" Casing Full.	irculate 80				
			Accepted	- 6-27-18 I for record - NMOCD			

14. I hereby certify that the foregoing is true and correct. Electronic Submission #422478 verified by the BLM Well Information System For RKI EXPLORATION & PROD LLC, sent to the Carlsbad Committed to AFMSS for processing by PRISCILLA PEREZ on 06/04/2018 (18PP1289SE)											
Name (Printed/Typed)	CAITLIN O'HAIR	Title	SUBMITTER								
Signature	(Electronic Submission)	Date	06/04/2018								
THIS SPACE FOR FEDERAL OR STATE OFFICE PUSE FOR RECORD											
Approved By		Title		7100) <u></u>	Date					
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	:		JUN 18 2	018					
Title 18 U.S.C. Section 100 States any false, fictitious	of fraudulent statements or representations as to any matter w	rson kno ithin its j	owingly and willfully to jurisdiction.	make B	CARL SRAD FIELD	MAGEMAN OFFICE	Mited				

(Instructions on page 2) ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ⁴ BLM REVISED **



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Carlsbad Field Office 620 E. Greene St. Carlsbad, New Mexico 88220-6292 www.blm.gov/nm



In Reply Refer To: 1310

Reclamation Objectives and Procedures

Reclamation Objective: Oil and gas development is one of many uses of the public lands and resources. While development may have a short- or long-term effect on the land, successful reclamation can ensure the effect is not permanent. During the life of the development, all disturbed areas not needed for active support of production operations should undergo "interim" reclamation in order to minimize the environmental impacts of development on other resources and uses. At final abandonment, well locations, production facilities, and access roads must undergo "final" reclamation so that the character and productivity of the land and water are restored.

The long-term objective of final reclamation is to set the course for eventual ecosystem restoration, including the restoration of the natural vegetation community, hydrology, and wildlife habitats. In most cases this means returning the land to a condition approximating or equal to that which existed prior to the disturbance. The final goal of reclamation is to restore the character of the land and water to its predisturbance condition. The operator is generally not responsible for achieving full ecological restoration of the site. Instead, the operator must achieve the short-term stability, visual, hydrological, and productivity objectives of the surface management agency and take steps necessary to ensure that long-term objectives will be reached through natural processes.

To achieve these objectives, remove any and all contaminants, scrap/trash, equipment, pipelines and powerlines. Strip and remove caliche, contour the location to blend with the surrounding landscape, redistribute the native soils, provide erosion control as needed, rip and seed as specified in the original APD COA. This will apply to well pads, facilities, and access roads. Barricade access road at the starting point. If reserve pits have not reclaimed due to salts or other contaminants, submit a plan for approval, as to how you propose to provide adequate restoration of the pit area.

- 1. The Application for Permit to Drill or Reenter (APD, Form 3160-3), Surface Use Plan of Operations must include adequate measures for stabilization and reclamation of disturbed lands. Oil and Gas operators must plan for reclamation, both interim and final, up front in the APD process as per Onshore Oil and Gas Order No. 1.
- 2. For wells and/or access roads not having an approved plan, or an inadequate plan for surface reclamation (either interim or final reclamation), the operator must submit a proposal describing the procedures for reclamation. For interim reclamation, the appropriate time for submittal would be when filing the Well Completion or Recompletion Report and Log (Form 3160-4). For final reclamation, the appropriate time for submittal would be when filing the Notice of Intent, or the Subsequent Report of Abandonment, Sundry Notices and Reports on Wells (Form 3160-5). Interim reclamation is to be completed within 6 months of well completion, and final reclamation is to be completed within 6 months of well abandonment.
- 3. The operator must file a Subsequent Report Plug and Abandonment (Form 3160-5) following the plugging of a well.
- 4. Previous instruction had you waiting for a BLM specialist to inspect the location and provide you with reclamation requirements. If you have an approved Surface Use Plan of Operation and/or an approved Sundry Notice, you are free to proceed with reclamation as per approved APD. If you have issues or concerns, contact a BLM specialist to assist you. It would be in your interest to have a BLM specialist look at the location and access road prior to the removal of reclamation

equipment to ensure that it meets BLM objectives. Upon conclusion submit a Form 3160-5, Subsequent Report of Reclamation. This will prompt a specialist to inspect the location to verify work was completed as per approved plans.

- 5. The approved Subsequent Report of Reclamation will be your notice that the native soils, contour and seedbed have been reestablished. If the BLM objectives have not been met the operator will be notified and corrective actions may be required.
- 6. It is the responsibility of the operator to monitor these locations and/or access roads until such time as the operator feels that the BLM objective has been met. If after two growing seasons the location and/or access roads are not showing the potential for successful revegetation, additional actions may be needed. When you feel the BLM objectives have been met submit a Final Abandonment Notice (FAN), Form 3160-5, stating that all reclamation requirements have been achieved and the location and/or access road is ready for a final abandonment inspection.
- 7. At this time the BLM specialist will inspect the location and/or access road. If the native soils and contour have been restored, and the revegetation is successful, the FAN will be approved, releasing the operator of any further liability of the location and/or access road. If the location and/or access road have not achieved the objective, you will be notified as to additional work needed or additional time being needed to achieve the objective.

If there are any questions, please feel free to contact any of the following specialists:

Jim Amos Supervisory Petroleum Engineering Tech 575-234-5909, 575-361-2648 (Cell)

Arthur Arias Environmental Protection Specialist 575-234-6230

Henryetta Price Environmental Protection Specialist 575-234-5951

Shelly Tucker Environmental Protection Specialist 575-234-5979

Trishia Bad Bear, Hobbs Field Station Natural Resource Specialist 575-393-3612