

Submit 3 Copies To Appropriate District Office
District I
1625 N. French Dr , Hobbs, NM 88240
District II
1301 W Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazos Rd , Aztec, NM 87410
District IV
1220 S St. Francis Dr , Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
June 19, 2008

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

| | | |
|--|--|---|
| SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS) | | WELL API NO. 30-015-38526 |
| 1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/> | | 5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> |
| 2. Name of Operator RKI-Exploration & Production, LLC | | 6. State Oil & Gas Lease No. |
| 3. Address of Operator 3817 NW Expressway, Ste. 950, Okla. City, Ok. 73112 | | 7. Lease Name or Unit Agreement Name Pinnacle State |
| 4. Well Location Unit Letter P : 560 feet from the South line and 560 feet from the East line Section 36 Township 22S Range 28E NMPM County Eddy | | 8. Well Number 29 |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3128' GR | | 9. OGRID Number 246289 |
| | | 10. Pool name or Wildcat South Culebra Bluff – Bone Spring |

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

| NOTICE OF INTENTION TO: | | SUBSEQUENT REPORT OF: | |
|--|---|--|--|
| PERFORM REMEDIAL WORK <input type="checkbox"/> | PLUG AND ABANDON <input type="checkbox"/> | REMEDIAL WORK <input type="checkbox"/> | ALTERING CASING <input type="checkbox"/> |
| TEMPORARILY ABANDON <input type="checkbox"/> | CHANGE PLANS <input type="checkbox"/> | COMMENCE DRILLING OPNS. <input checked="" type="checkbox"/> | P AND A <input type="checkbox"/> |
| PULL OR ALTER CASING <input type="checkbox"/> | MULTIPLE COMPL <input type="checkbox"/> | CASING/CEMENT JOB <input type="checkbox"/> | |
| DOWNHOLE COMMINGLE <input type="checkbox"/> | | | |
| OTHER: <input checked="" type="checkbox"/> | | OTHER: Drilling Operations <input checked="" type="checkbox"/> | |

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

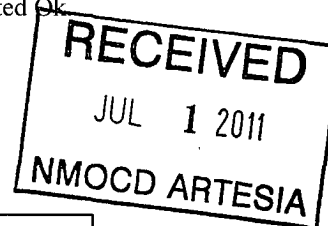
On 3-30-11, Drilled 12.25" hole to 2839' and ran 63 Jts. 9-5/8", 40#, J-55, LT&C Casing, Shoe @ 2835', FC @ 2790'.

Cemented with:

LEAD: 900 SKS 35/65 POZ/C+5%D44BWOW+6%D20+0.2%D46+0.125PPSD130 YIELD - 2.06 / WT - 12.60.
Tail: 200 SKS OF C+0.2%D13 YIELD - 1.33 / WT 14.8 / DROP PLUG, PUMP DISPLACEMENT = 212 FRESH WATER / 750 PSI
BUMP PLUG @ 500 PSI OVER = 1,150 PSI, WAIT 3 MIN CHECK FLOAT, FLOAT HELD,
HELD, CIRCULATED 122 BBLS = 332 SKS, CEMENT BACK TO PIT.

PRESSURE TEST BOPS & ALL RELATED EQUIPMENT TO 250 PSI LOW & 3000 PSI HIGH – Tested Ok

DRILLED OUT SHOE 30.5 HOURS AFTER CEMENT IN PLACE.



Spud Date:

3-20-2011

Rig Release Date:

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE

Carl Aug
David May

TITLE Operations Tech

DATE 6-27-11

7-18-11