

Submit 1 Copy To Appropriate District Office

HOBBS OCD

State of New Mexico Energy, Minerals and Natural Resources

Form C-103

Revised August 1, 2011

District I - (575) 393-6161
1625 N. French Dr., Hobbs, NM 88240
District II - (575) 748-1283
811 S. First St., Artesia, NM 88210
District III - (505) 334-6178
1000 Rio Brazos Rd., Aztec, NM 87410
District IV - (505) 476-3460
1220 S. St. Francis Dr., Santa Fe, NM 87505

JUN 17 2013

CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

RECEIVED

WELL API NO. 30-025-29808
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Madera 25 Federal
8. Well Number 1
9. OGRID Number 281085
10. Pool name or Wildcat Jabalina, Wolfcamp, Southwest SWD: Cherry Canyon
11. Elevation (Show whether DR, RKB, RT, GR, etc.)

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.)

1. Type of Well: Oil Well Gas Well Other SWD

2. Name of Operator
RMR Operating, LLC

3. Address of Operator
2515 McKinney Avenue Suite 900 Dallas, TX 75201

4. Well Location
Unit Letter J : 1980 feet from the South line and 1980 feet from the East line
Section 25 Township 26S Range 34E NMPM County Lea

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

NOTICE OF INTENTION TO:

- PERFORM REMEDIAL WORK
- TEMPORARILY ABANDON
- PULL OR ALTER CASING
- DOWNHOLE COMMINGLE
- PLUG AND ABANDON
- CHANGE PLANS
- MULTIPLE COMPL

SUBSEQUENT REPORT OF:

- REMEDIAL WORK
- COMMENCE DRILLING OPNS.
- CASING/CEMENT JOB
- ALTERING CASING
- P AND A

OTHER: OTHER: Casing integrity test

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 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Casing integrity test performed 4-5-2013. Casing pressured to 500 psi and held for 30 minutes. Test was witnessed by Mark Whitaker of the NMOCD.

See attached chart.

Spud Date:

[Empty box for Spud Date]

Rig Release Date:

SWD-1366
[Empty box for Rig Release Date]

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

SIGNATURE

[Signature]

TITLE Exec VP & Director E&P

DATE 4/17/13

Type or print name Tommy W. Folsom

E-mail address: tommy@redmountainresources.com

PHONE: 2148710400

For State Use Only

APPROVED BY:

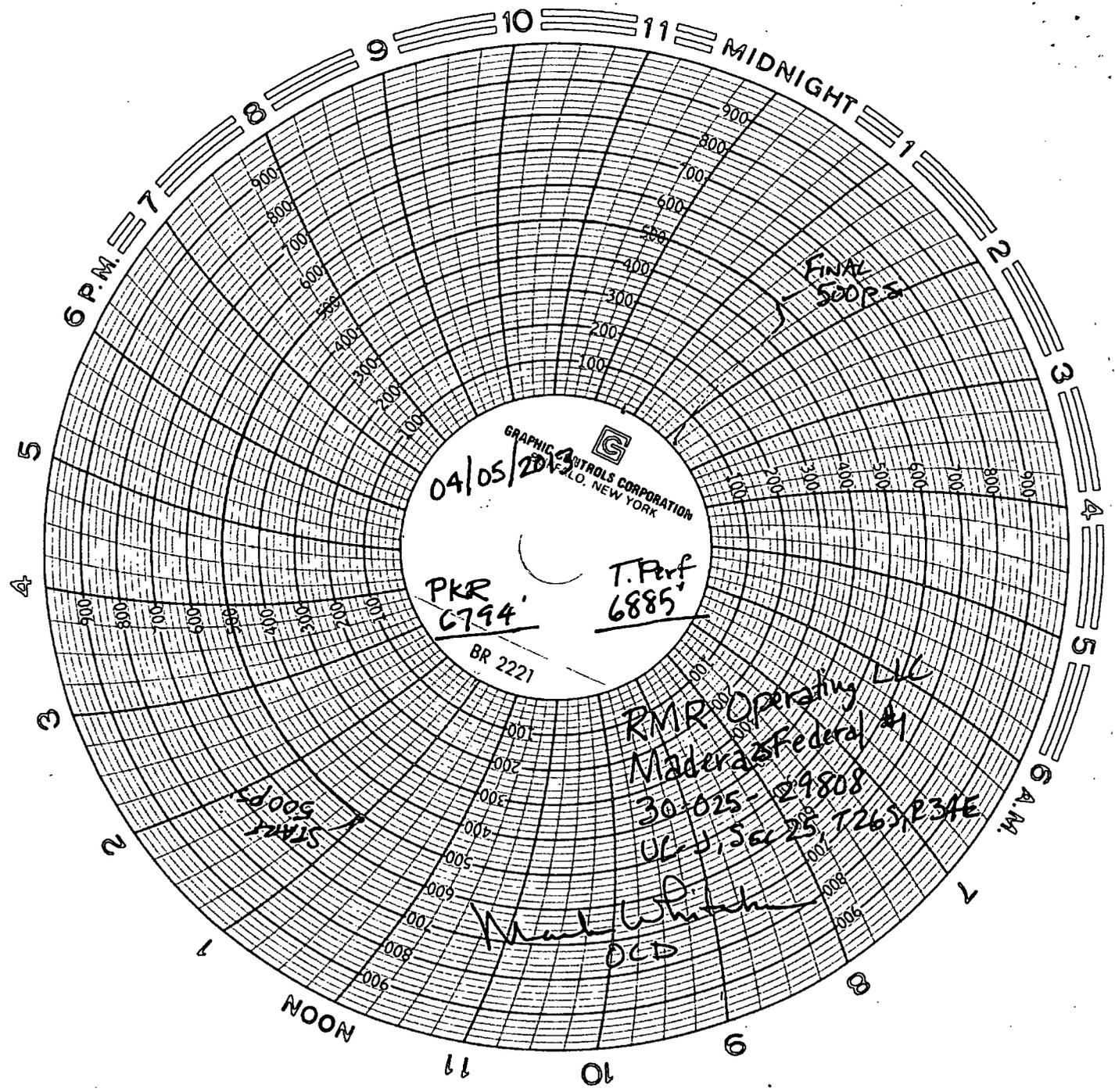
[Signature]

TITLE Dist. Mgr

DATE 7-1-2013

Conditions of Approval (if any):

JUL 02 2013



04/05/2011

GRAPHIC CONTROLS CORPORATION
MILWAUKEE, WISCONSIN
MILWAUKEE, WISCONSIN

PKR
6794

T. Perf
6885

BR 2221

FINAL
SCOPE

START
SCOPE

RMR Operating Unit
Madera Federal #1

301025-09808

UL J, Sec 25, T26S, R34E

Mark W. Hutchins
OCD