#### District I 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztec, NM 87410 District IV

#### State of New Mexico Energy Minerals and Natural Resources

Form C-101 June 16, 2008

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe NM 97505

Submit to	annronriate	District	Office

☐ AMENDED REPORT

1220 S. St. Fr	ancis Dr., S	anta re, NN	1 87505		2	santa Pe, N	WI 8/2	US				
AP	PLICA	TION	OR PERM			, RE-EN	ΓER, I	DEEPI	EN, PLUGB		OR A	DD A ZONE
	RKI I	EXPLOR	ATION & P			LLC.			24	6289		
	3817	NM EXI	PRESSWAY TTY, OKLA	SUITE	950				30-015	-31	Number 6	AUG 1.4 2008
									İ	٦ ٢	,	an Manager
Prope	Code,	/			°Pn	operty Name			<u></u>		° We	ll No.
319	124				· · · · · · · · · · · · · · · · · · ·	BRASKY "	'27''			<u> </u>		# 1
WILLOW	LAKE-	BONE S	PRING	(644	50)				<sup>10</sup> Prop	osed Poo	12	
					_ <sup>7</sup> S	urface Loc	cation					
UL or lot no.	Section	Township	Range	Lot I		Feet from the	North/S	4	Feet from the	ŧ	Vest line	County
K	27	24S	28E			2460 <b>'</b>	SOU'		1550 <b>'</b>	WES'	[	EDDY
			* P	roposed B	ottom Ho	ole Location	If Differ	ent Fron	n Surface			
UL or lot no.	Section	Township	Range	Lot I	da	Feet from the	North/S	outh line	Feet from the	East/V	Vest line	County
		<u></u>				nal Well Ir	ıforma					
Work	Type Code		<sup>12</sup> Well Type Co	ode	ROTA	<sup>13</sup> Cable/Rotary RY		ų	Lesse Type Code P		2995	md Level Elevation
	ult <del>i</del> ple		17 Proposed De	pth	KOII	18 Formation	i9 Contractor				<sup>20</sup> Spud Date	
NO			6300 <b>'</b>		BON	E SPRING	}	TEA			HEN AF	PROVED
			Cond 36	Casing weight/foot Conductor 36#		Setting Do 40 ' 450 '	epth	Redi-mix 2223 Sx.			Estimated TOC Face ace	
7_7/8"		5½	l <b>1</b>	17	17#		6300' 560 S		560 Sx.	• Surface		ace
				<u> </u>		- N			<del>                                     </del>			
Describe the b	Curren	t Form C	this application i ram, if any. Use: 1-144 must k	additional sh	neets if nece				at productive zone	and prop	osed new p	roductive zone.
23 I hereby cert of my knowled			given above is tr	ue and comp	olete to the	best		PIL C	CONSERVA	TION	DIVIS	ION
Signature:	Ja	PT.	Jæ.	uli	E	Appro	ved by:	lie	SII S	-	lw	iese
Printed name: Joe T. Janica					Title:	<del></del>				,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		
Title: Per	mit Er					Appro	val Date:		E	Expiratio	n Date:	***************************************
E-mail Addres	s: joe	janica	@valornet	.com		191	5/06			10/	1/10	
Date: 08/	13/08		Phone: 57	5-391-	-8503	Condit	tions of Ap	proval Att	ached [			

- 1. Drill 26" hole to 40'. Set 40' of 20" conductor pipe and cement to surface with Redi-mix.
- 2. Drill 12¼" hole to 450'. Run and set 450' of 9 5/8" 36# J-55 ST&C casing. Cement with 223 Sx. of Class "C" cement + 2% CaCl, + .125#/Sx of Polyflakes, Yield 1.34. Circulate cement to surface.
- 3. Drill 7 7/8" hole to 6300'. Run and set 6300' of 5½" 17# J-55 LT&C casing. Cement with 360 Sx. of 40/60 (CemPlus Blend/LITEFIL(24#/CF)) + .2% Retarder, +11% antisettling agent, + .3% Dispersant, + .2% Antifoamer.125#/Sx Pôlyflakes. Yield Yield 2.61. Tail in with 200 Sx. of 40/60 (CemPlus Blend/Litefill(24#/CF)) + .2% Retarder, + 1% Antisettling agent, + .3% Dispersant, + .2% Antifoamer, + .125#/Sx Polyflakes. Yield 2.27 circulate cement to surface.

# New Mexico Energy, Minerals and Natural Resources Department

#### **Bill Richardson**

Governor

Joanna Prukop Cabinet Secretary Reese Fullerton Deputy Cabinet Secretary

Mark Fesmire
Division Director
Oil Conservation Division



October 3, 2008

Mr. W. Thomas Kellahin Kellahin & Kellahin 706 Gonzales Rd Santa Fe, NM 87501 OCT 082008 OCD-ARTESIA

**Administrative Order NSL-5932** 

Re: RKI Exploration & Production, LLC Braskey 27 Well No. 1

API No. 30-015

2460 feet FSL and 1550 feet FWL Unit K, Section 27-24S-28E Eddy County, New Mexico

Dear Mr. Kellahin:

Reference is made to the following:

- (a) your application (administrative application reference No. pKVR08-24953574) submitted to the New Mexico Oil Conservation Division (the Division) in Santa Fe, New Mexico, on behalf of RKI Exploration & Production, LLC (RKI), on September 5, 2008, and
  - (b) the Division's records pertinent to this request.

RKI has requested to drill the above-referenced well at an unorthodox oil well location, described above in the caption of this letter. The NE/4 SW/4 of Section 27 will be dedicated to this well in order to form a standard 40-acre spacing unit in the undesignated Willow Lake-Delaware Pool (64453) or the undesignated Malaga-Delaware Pool (42940). Both of these pools are governed by statewide Rule 104.B(1), which provides for 40-acre units, with wells located at least 330 feet from a unit outer boundary. This location is less than 330 feet from the northern and western unit boundaries.

Your application on behalf of RKI has been duly filed under the provisions of Division Rules 104.F and 1210.A(2).

It is our understanding that you are seeking this location got topographic reasons.



It is also understood that you have given due notice of this application to all operators or owners who are "affected persons," as defined in Rule 1210.A(2), in all adjoining units towards which the proposed location encroaches.

Pursuant to the authority conferred by Division Rule 104.F(2), the above-described unorthodox location is hereby approved.

This approval is subject to your being in compliance with all other applicable Division rules, including, but not limited to Division Rule 40.

Jurisdiction of this case is retained for the entry of such further orders as the Division may deem necessary.

Sincerely,

Mark E. Fesmire, P.E.

Director

MEF/db

cc: New Mexico Oil Conservation Division - Artesia

New Mexico State Land Office - Santa Fe

DISTRICT I 1625 N. French Dr., Hobbs, NM 88240 DISTRICT II 1301 W. Grand Avenue, Artesia, NM 88210

1000 Rio Brazos Rd., Aztec, NM 87410

1220 S. St. Francis Dr., Santa Fe, NM 87505

DISTRICT III

DISTRICT IV

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-102 Revised October 12, 2005

Submit to Appropriate District Office

#### State Lease - 4 Copies Fee Lease - 3 Copies

#### OIL CONSERVATION DIVISION 1220 South St. Francis Dr.

Santa Fe, New Mexico 87505

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT API Number Pool Code 64450 WILLOW LAKE BONE SPRING Property Name perty/Code Well Number

BRASKY 27 1 Operator Name OGRID No. Elevation 246289 RKI EXPLORATION & PRODUCTION 2995

#### Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
K	27	24 S	28 E		2460	SOUTH	1550	WEST	EDDY

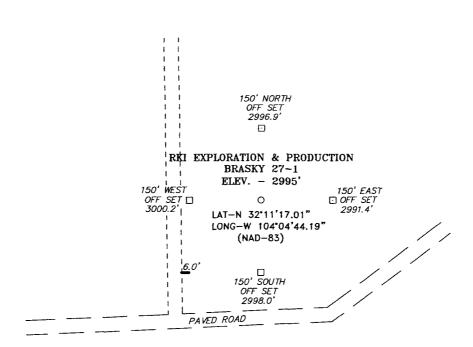
#### Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Dedicated Acres   Joint or Infill   Consolidation Code   Order No.									
40									

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

r	<del></del>	<del></del>		<del></del>
			1	OPERATOR CERTIFICATION
				I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.
			     	Signature Date  Joe T. Janica 08/13/08
			1	Printed Name
			<u> </u>	SURVEYOR CERTIFICATION
1550'	V-492		SURFACE LOCATION  LAT N.: 32*11'17.01"  LONG W.: 104*04'44.19"  SPC- N.: 432242.7  SPC- E.: 620034.4	I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervison, and that the same is true and correct to the best of my belief.
	2460,		(NAD-83)	JANUARY 21, 2008  Date Surveyedy L. JOAKS  Signature & Seat of
			     	Professional Sufficient Profes
				Certificate No. Gory Las Jones 7977  BASIN SURVEYS

SECTION 27, TOWNSHIP 24 SOUTH, RANGE 28 EAST, N.M.P.M., EDDY COUNTY, NEW MEXICO.



DIRECTIONS TO LOCATION:

FROM THE MALAGA, GO SOUTH ON US HWY 285 FOR 1.5 MILES TO LEASE ROAD, ON LEASE ROAD GO WEST 1.7 MILES WINDING SOUTH FOR 0.5 MILES TO LEASE ROAD, GO EAST ON LEASE ROAD WINDING SOUTH FOR 0.4 MILES TO PROPOSED LEASE ROAD.

SCALE: 1" = 200'RKI EXPLORATION & PRODUCTION

200

400 FEET

BRASKY 27-1 / Well Pad Topo

THE BRASKY 27-1 LOCATED 2460' FROM

THE SOUTH LINE AND 1550' FROM THE WEST LINE OF SECTION 27, TOWNSHIP 24 SOUTH, RANGE 28 EAST,

N.M.P.M., EDDY COUNTY, NEW MEXICO.

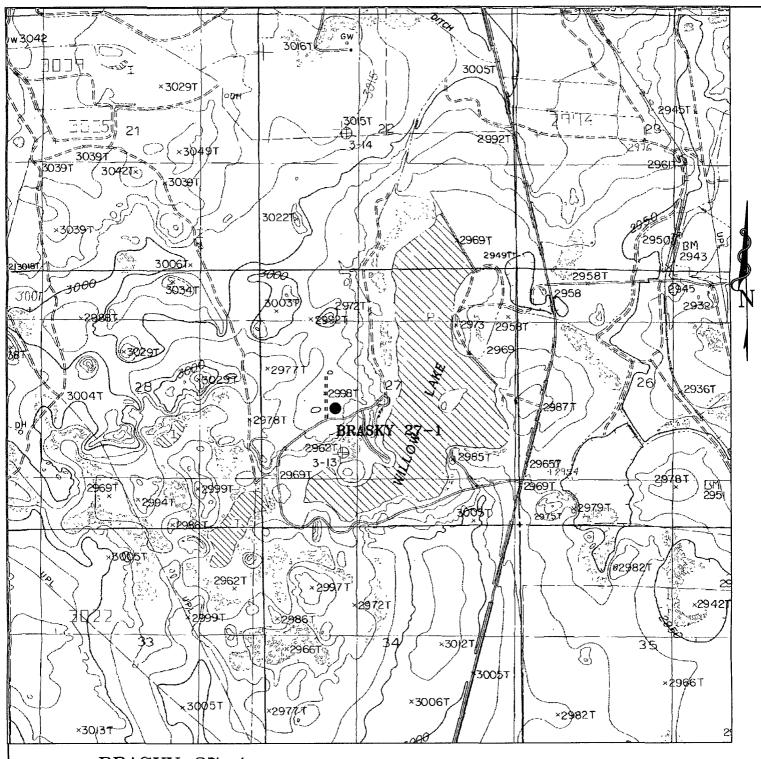
J. M. SMALL Drawn By:

W.O. Number: 19098

BASIN SURVEYS P.O. BOX 1786-HOBBS, NEW MEXICO

Date: 01-22-2008 Disk: JMS 19098W Survey Date: 01-21-2008 Sheet Sheets

200



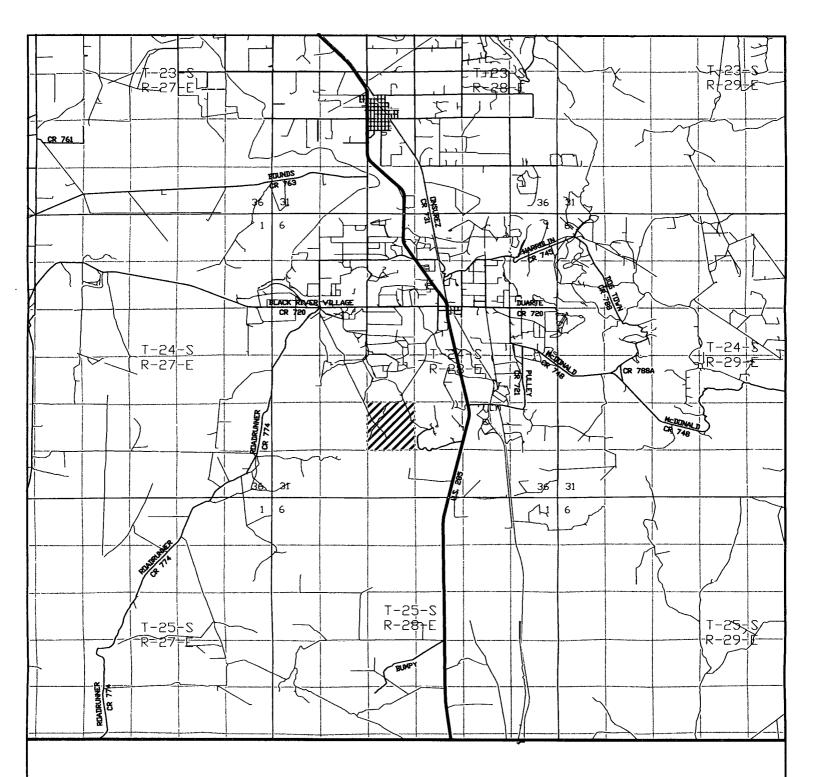
BRASKY 27-1 Located at 2460' FSL AND 1550' FWL Section 27, Township 24 South, Range 28 East, N.M.P.M., Eddy County, New Mexico.



P.O. Box 1786 1120 N. West County Rd. Hobbs, New Mexico 88241 (505) 393-7316 — Office (505) 392-3074 — Fax basinsurveys.com

W.O. Number:	19098T
Survey Date:	01-21-2008
Scale: 1" = 2	000,
Date: 01-22-	-2008

RKI EXPLORATION & PRODUCTION



BRASKY 27-1 Located at 2640' FSL and 1550' FWL Section 27, Township 24 South, Range 28 East, N.M.P.M., Eddy County, New Mexico.



in the oilfield

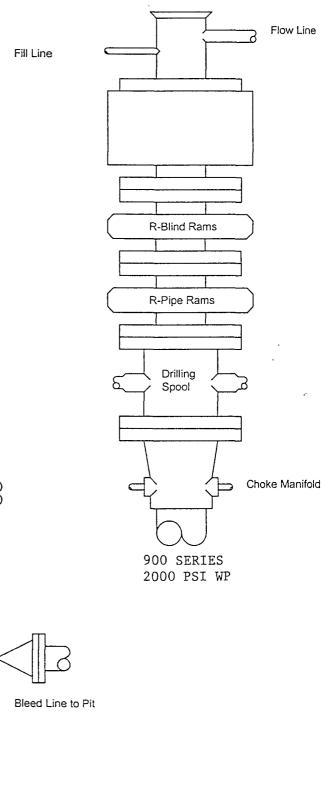
P.O. Box 1786 1120 N. West County Rd. Hobbs, New Mexico 88241 (505) 393-7316 — Office (505) 392-3074 — Fax basinsurveys.com

W.O. Number: JMS 19098TR
Survey Date: 01-21-2008
Scale: 1" = 2 MILES
Date: 01-22-2008

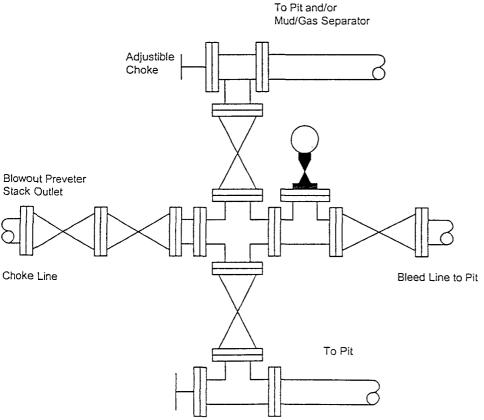
RKI EXPLORATION & PRODUCTION

## BLOWOUT PREVENTER SYSTEM

2000 PSI WP



### Choke Manifold Assembly for 5M WP System



Adjustible Choke