

Submit 1 Copy To Appropriate District Office
 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

State of New Mexico
 Energy, Minerals and Natural Resources

Form C-103
 Revised August 1, 2011

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

WELL API NO. 30-015-40836
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Pinnacle State
8. Well Number 35H
9. OGRID Number 246289
10. Pool name or Wildcat Culebra Bluff; Bone Spring, South

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

2. Name of Operator
RKI Exploration & Production, LLC

3. Address of Operator
210 Park Avenue, Suite 900, Oklahoma City, OK 73102

4. Well Location
 Unit Letter B : 200 feet from the North line and 1819 feet from the East line
 Section 36 Township 22S Range 28E NMPM Eddy County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3163 feet GR

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 type="checkbox"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input checked="" type="checkbox"/>	
DOWNHOLE COMMINGLE <input type="checkbox"/>			
OTHER: <input type="checkbox"/>		OTHER: <input 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 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Spudded the well on 12/02/2012. On 12/03/12, drilled 17-1/2 inch hole to 466 feet. Ran 17 joints of 13-3/8 inch 54.5# J-55 STC casing with FS @ 465 feet. FC @ 432 feet.

Cementing:

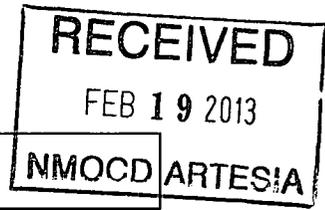
Lead: 500 sks of Class C (C+4%PF20+2%PF1+1/8#PF29+1/4#PF46) Yield = 1.75, Density = 13.5 ppg.
 Tail: 200 sks of Class C (C+2%PF001) Density = 14.8 ppg, yield = 1.34

Circulated 413 sks to surface. On 12/05/2012, tested surface casing to 1500 psi for 30 minutes = OK

Drilled out cement 49 hours after cementing

Spud Date: 12/02/2012

Rig Release Date: 1/21/2013



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

gm

SIGNATURE *Charles K. Ahn* TITLE EH&S/Regulatory Manager DATE 2/15/2013

Type or print name Charles K. Ahn E-mail address: cahn@rkixp.com PHONE: 405-996-5771

For State Use Only
 APPROVED BY: *SR Dade* TITLE Dist. H.S. Supervisor DATE 2/19/2013
 Conditions of Approval (if any):