

DATE IN <u>4/17/12</u>	SUSPENSE	ENGINEER <u>DB</u>	LOGGED IN <u>4.17.12</u>	TYPE <u>NSL</u>	APP NO. <u>1210871093</u>
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PTG-W

ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION
 - Engineering Bureau -
 1220 South St. Francis Drive, Santa Fe, NM 87505



RKI Exp. ²⁴⁶²⁸⁹

RDX 16 #9

ADMINISTRATIVE APPLICATION CHECKLIST

30-015-39752

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

Application Acronyms:

- [NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication]
- [DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling]
- [PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement]
- [WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion]
- [SWD-Salt Water Disposal] [IPI-Injection Pressure Increase]
- [EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]

[1] TYPE OF APPLICATION - Check Those Which Apply for [A]

- [A] Location - Spacing Unit - Simultaneous Dedication
 NSL NSP SD

Check One Only for [B] or [C]

- [B] Commingling - Storage - Measurement
 DHC CTB PLC PC OLS OLM

- [C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery
 WFX PMX SWD IPI EOR PPR

[D] Other: Specify _____

F-16-265-30E

[2] NOTIFICATION REQUIRED TO: - Check Those Which Apply, or Does Not Apply

- [A] Working, Royalty or Overriding Royalty Interest Owners
- [B] Offset Operators, Leaseholders or Surface Owner
- [C] Application is One Which Requires Published Legal Notice
- [D] Notification and/or Concurrent Approval by BLM or SLO
U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office
- [E] For all of the above, Proof of Notification or Publication is Attached, and/or,
- [F] Waivers are Attached

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 RECEIVED OGD

[3] SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE.

[4] CERTIFICATION: I hereby certify that the information submitted with this application for administrative approval is accurate and complete to the best of my knowledge. I also understand that no action will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

Cody Reid

Cody Reid

Sr. Landman

4/17/12

Print or Type Name

Signature

Title

Date

creid@rkixp.com
 e-mail Address

RKI Exploration & Production, LLC

3817 NW Expressway, Suite 950, Oklahoma City, OK 73112
405-949-2221 Fax 405-949-2223

April 17, 2012

Oil Conservation Division
1220 South St. Francis Drive
Santa Fe, NM 87505

Attention: Ms. Jami Bailey, CPG
Division Director

RE: Application for Unorthodox Location
Administrative Approval Request
RDX 16 #9
API No. 30-015-39752
1,650' FNL & 1,500' FWL (Unit F)
Section 16-26S-30E
Eddy County, New Mexico

Dear Ms. Bailey:

RKI Exploration & Production, LLC ("RKP") respectfully requests administrative approval of an unorthodox oil well location for its RDX 16 #9 well at the location described above, which is currently permitted in the Brushy Draw; Delaware, East Pool (8090), which requires standard 40-acre spacing with wells located no closer than 330 feet to the outer boundary of the spacing unit.

The RDX 16 #9 was originally planned to be staked at an orthodox location of 1,650' FNL & 1,650' FWL but had to be moved west to its existing location of 1,650' FNL & 1,500' FWL due to topographic issues.

RKI is the operator and sole lessee of all offsetting tracts; therefore notification of this application is not required.

Please find attached a Form C-102 showing the well location and affected offsets along with a topographic plat.

Thank you for your assistance in this matter. Should you have any questions or need any additional information, please do not hesitate to contact me by phone at 405.996.5767 or via email at creid@rkixp.com.

Sincerely,

RKI EXPLORATION & PRODUCTION, LLC



Cody Reid
Landman

DISTRICT I
1828 N. French Dr., Hobbs, NM 88240

DISTRICT II
1501 W. Grand Avenue, 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 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 30-015-39752	Pool Code	Pool Name
Property Code	Property Name RDX "16"	Well Number 9
OGRID No. 246289	Operator Name RKI EXPLORATION & PRODUCTION	Elevation 3090'

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
F	16	26 S	30 E		1650	NORTH	1500	WEST	EDDY

Bottom Hole Location If Different From Surface

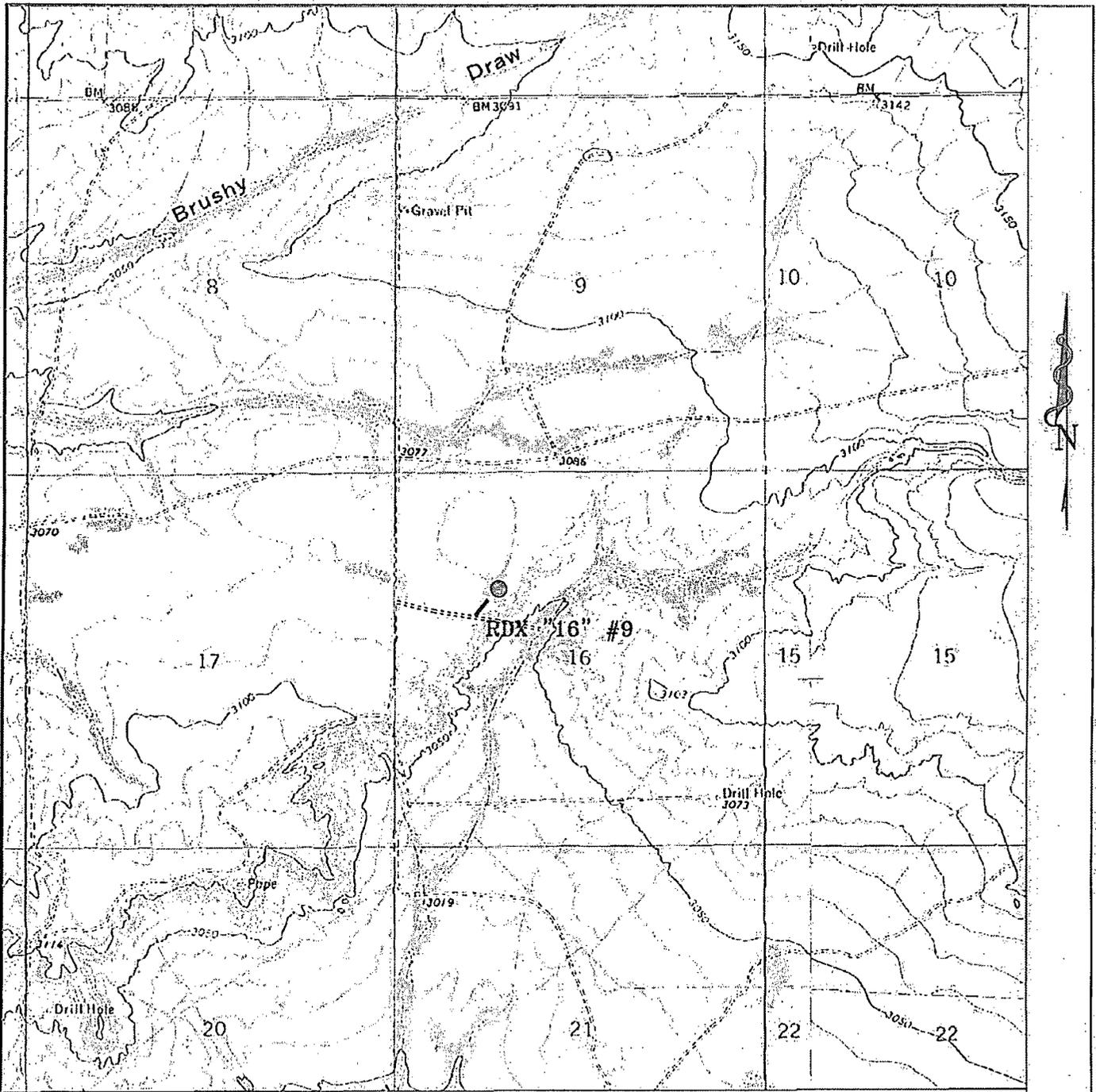
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County

Dedicated Acres	Joint or Infill	Consolidation Code	Order No.

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

<p>SURFACE LOCATION LAT N.: 32°02'43.28" LONG W.: 103°53'24.20" SPC N.: 380517.676 E.: 678681.495 (NAD-83)</p>	<p>OPERATOR CERTIFICATION</p> <p><i>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.</i></p> <p>Signature _____ Date _____</p> <p>Printed Name _____</p>	
	<p>SURVEYOR CERTIFICATION</p> <p><i>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 supervision, and that the same is true and correct to the best of my belief.</i></p> <p>JULY 25 2008</p> <p>Date Surveyed _____ Signature & Seal of Professional Surveyor _____ W.G. Jones 1985</p> <p>Certificate No. Gary L. Jones 7977</p> <p>BASIN SURVEYS</p>	

Affected offset Acreage



RDX "16" #9

Located at 1650' FNL AND 1500' FWL
 Section 16, Township 26 South, Range 30 East,
 N.M.P.M., Eddy County, New Mexico.

basin surveys
 focused on excellence
 in the oilfield

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

W.O. Number:	19985
Survey Date:	07-25-2008
Scale:	1" = 2000'
Date:	07-28-2008

RKI
EXPLORATION &
PRODUCTION