

DATE IN 03/01/2013	SUSPENSE	ENGINEER DB	LOGGED IN 03/01/2013	TYPE NSL	APP NO. PRG 1306056099
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ABOVE THIS LINE FOR DIVISION USE ONLY

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



30-015-40189
RDX 16 #16
RKL Exploration

ADMINISTRATIVE APPLICATION CHECKLIST

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]

0773

- [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 _____

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- [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

- [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

Land Manager - Permian

3/11/13

Print or Type Name

Signature

Title

Date

creid@rkixp.com
e-mail Address

RKI Exploration & Production, LLC

210 Park Avenue, Suite 900, Oklahoma City, OK 73102
405-949-2221 Fax 405-949-2223

March 1, 2013

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 #16
API No. 30-015-40189
2,610' FSL & 330' FWL (Unit L)
Section 16-26S-30E
Eddy County, New Mexico

Dear Ms. Bailey:

RKI Exploration & Production, LLC ("RKI") respectfully requests administrative approval of an unorthodox oil well location for its RDX 16 #16 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 #16 was originally planned to be staked at an orthodox location of 2,310' FSL & 330' FWL but had to be moved north to its existing location of 2,610' FSL & 330' FWL due to topographic issues (caliche pit and large drainage feature to the south).

RKI is the operator and sole lessee of all offsetting tracts, being Units E and F of Section 16-26S-30E and Unit H of Section 17-26S-30E; therefore notification of this application is not required.

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

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
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-6170

DISTRICT II
811 S. First St., Artesia, NM 88210
Phone: (575) 743-1283 Fax: (575) 743-9720

DISTRICT III
1003 Rio Huerfano Rd., Aztec, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170

DISTRICT IV
1220 S. St. Francis Dr., Santa Fe, NM 87505
Phone: (505) 476-1469 Fax: (505) 476-3162

State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, New Mexico 87505

Form C-102
Revised August 1, 2011
Submit one copy to appropriate
District Office
 AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-015-40109	Pool Code 8090	Pool Name Brushy Draw; Delaware, East
Property Code	Property Name RDX "16"	Well Number 16
OGRID No. 273753	Operator Name RKI EXPLORATION & PRODUCTION	Elevation 3090

Surface Location

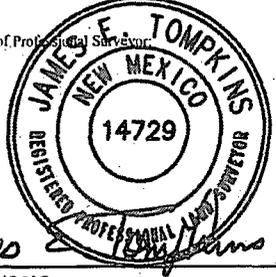
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
L	16	26 S	30 E		2610	SOUTH	330	WEST	EDDY

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	Consolidated Code	Order No.

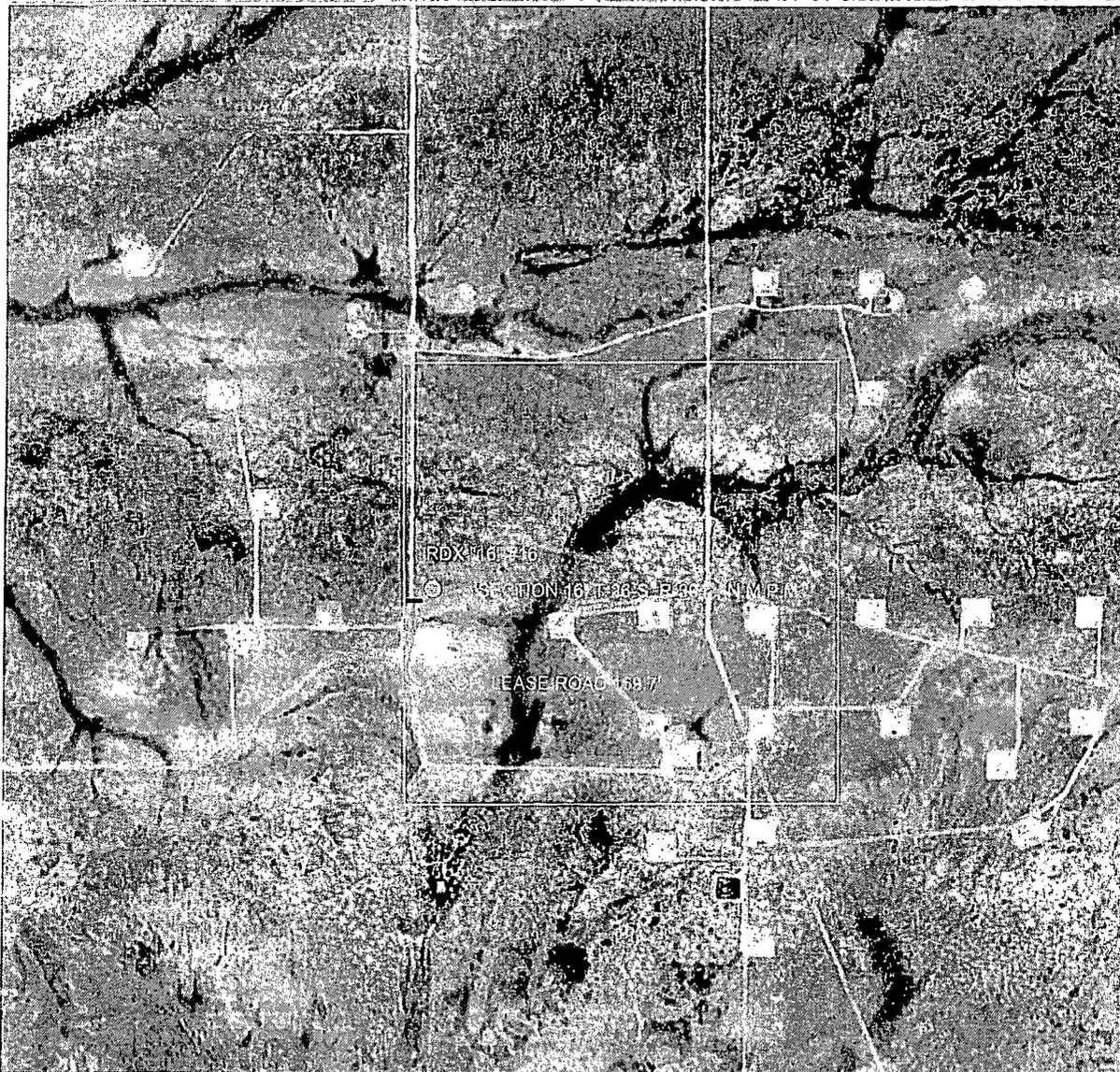
No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

				<p>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 or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</i></p> <p>Signature _____ Date _____</p> <p>Print Name _____</p> <p>E-mail Address _____</p>	
				<p>SURVEYORS 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>April 11, 2012 Date of Survey</p> <p>Signature and Seal of Professional Surveyor </p>	
				<p>Job No.: WTC48507 JAMES E. TOMPKINS 14729 Certificate Number</p>	

Unit E	Unit F		
330'			
Unit L	<p>NMSP-E (NAD 83) Y = 379452.9' N X = 677613.8' E N LAT. = 32° 02' 32.79" W LONG. = -103° 53' 37.82"</p> <p>NMSP-E (NAD 27) Y = 379395.4' N X = 636327.8' E N LAT. = 32.0423093° W LONG. = -103.8933583°</p>		
2610'			

Unit H
17-26-202

AERIAL MAP



SCALE: 1" = 2000'

SECTION 16, T-26-S, R-30-E, N.M.P.M.

COUNTY: EDDY STATE: NM

DESCRIPTION: 2,610' FSL & 330' FWL

OPERATOR: RKI EXPLORATION & PRODUCTION

WELL NAME: RDX "16" #16

DRIVING DIRECTIONS:

Beginning at US 285 at the Texas-New Mexico State line go Northerly 3.7 miles to CR 725 (Longhorn Road). On CR 725 go Northeasterly around a bend, and across Pecos River for approx. 4.2 miles to a "Y". Take left fork going Northeasterly (Pipeline Rd.) for approx. 6.2 miles to a lease road 4-way. Turn right and go South on lease road for approx. 1.51 miles from which the location flag is ± 170.00 feet East.



WEST TEXAS CONSULTANTS, INC.
ENGINEERS PLANNERS SURVEYORS
405 S.W. 1st STREET
ANDREWS, TEXAS 79714
(432) 523-2181
TEXAS REGISTERED ENGINEERING FIRM F-2746
TEXAS REGISTERED SURVEYOR FIRM #100792-00

RKI EXPLORATION & PRODUCTION

JOB No.: WTC48507