

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 <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>
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 <u>B</u> : <u>200</u> feet from the <u>North</u> line and <u>1819</u> feet from the <u>East</u> line Section <u>36</u> Township <u>22S</u> Range <u>28E</u> NMPM <u>Eddy</u> 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:

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

OTHER: ☐

SUBSEQUENT REPORT OF:

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

OTHER: ☐

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:

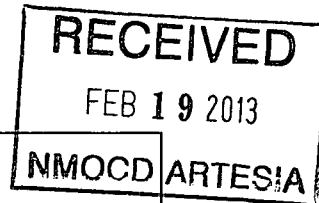
Lead: 500 sks of Class C (C+4%PF20+2%PF1+1/8#PF29+1/4#PF46) Yield = 1.75, Density = 13.5 ppg.
Tail: 200 sks of Class C (C+2%PF001) Density = 14.8 ppg, yield = 1.34

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.

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: DR Dade TITLE Dist. H. S. Supervisor DATE 2/19/2013
Conditions of Approval (if any):