Submit 1 Copy To Appropriate District Office District 1 (575) 202 (16)	State of New Mexico nergy, Minerals and Natural Resources	Form C-103 Revised July 18, 2013
1625 N. French Dr., Hobbs, NM 88240		WELL API NO. 30-015-27762
District III – (505) 334-6178	DIL CONSERVATION DIVISION 1220 South St. Francis Dr.	5. Indicate Type of Lease STATE FEE
1000 Rio Brazos Rd., Aztec, NM 87410 <u>District IV</u> – (505) 476-3460 1220 S. St. Francis Dr., Santa Fe, NM 87505	Santa Fe, NM 87505	6. State Oil & Gas Lease No. 303271
	ND REPORTS ON WELLS	7. Lease Name or Unit Agreement Name
DIFFERENT RESERVOIR. USE "APPLICATION PROPOSALS.)		PINNACLE STATE
1. Type of Well: Oil Well Gas Well Other 2. Name of Operator RKI EXPLORATION & PRODUCTION, LLC		8. Well Number 012
2. Ald a CO and	ATION & PRODUCTION, LLC	9. OGRID Number 246289
3. Address of Operator 3500 ONE WILLIAMS OT TULSA, OK 74172	CENTER MD 35	10. Pool name or Wildcat HERRADURA BEND;DELAWARE, EAST
4. Well Location Unit Letter N: 330) feet from the S line and	1650 _feet from the W line
Section 36	Township 22S Range 28E	NMPM EDDY County
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3,070' GL		
12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data		
NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF:		
	GAND ABANDON REMEDIAL WOR GE PLANS COMMENCE DR	_
PULL OR ALTER CASING MULT	TIPLE COMPL CASING/CEMEN	
DOWNHOLE COMMINGLE CLOSED-LOOP SYSTEM		
OTHER:	OTHER:	d give pertinent dates, including estimated date
	E RULE 19.15.7.14 NMAC. For Multiple Co	
	CTION, LLC REQUESTS APPROV	AL TO PLUG AND ABANDON THIS
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VBD'S AND PLAN ARE ATTACHE	ED.	nding regarder
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Spud Date: 10/04/1995	Rig Release Date: 12/22/	
WELL MUST BE PLUB		
I hereby certify that the information above is true and complete to the best of my knowledge and belief.		
SIGNATURE (WIF O'I)	_{TITLE} Permit Technicia	an II _{DATE} 06/02/2017
Type or print name Caitlin O'Hair	E-mail address: caitlin.o'hair@w	
For State Use Only	1	
APPROVED BY Salut 2 Approval (if any):	TITLE COMPLIANCE OF	PFICER DATE 6/7/2017

Conditions of Approval (if any):

SEE ATTACHEO COA-S

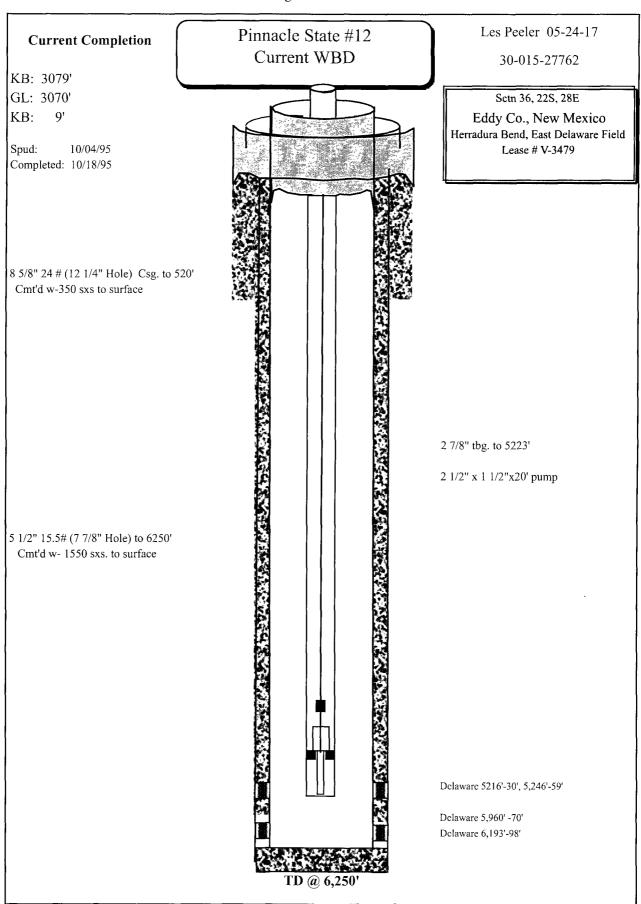
PROCEDURE:

- 1) Test safety anchors and replace as necessary. Set 1 clean frac tank and fill with 480 BFW.
- 2) MIRU Service Unit. Deliver, unload and tally 5,200'- 2-3/8" 4.7# J-55 EUE work string.
- 3) ND WH, NU 3K# BOP.
- 4) POOH rods & tbg. & Lay Dn.
- 5) MI RU wireline unit. Run 5 1/2" GR/JB to 5,125'.
- 6) RIH w- 5 1/2" tbg. conveyed CIBP & set @ 5,125' PU 1 jt. Pump 125 bbls. heavy mud. Spot 25sx Class C Cement (14.8 ppg, 6.3 gps, 1.32 cfs yield) 5,125' - 4,925' flush with heavy mud. TOOH w- tbg. - WOE J TAB

 2900-1700 - COUPLS TOP OF DELAWARE

 7) PU & LD tbg. to 2,400' - Spot 30 sxs from 2,400' - 2200'. AND 3000' IN TERVAL
- ADD A PLUB @ 1415'TO 1315'- TOPOFSALT 8) RU WL & Perforate 4 holes @ 570'. RD MO wireline.
- 9) RIH w- Pkr & tbg. set Pkr Attempt to establish pump rate. Squeeze 60 sx Class C Cement (14.8 ppg, 6.3 gps, 1.32 cfs yield) from 570' to 420'.
- 10) WOC & Tag @ 420'.
- 11) RU WL Perf @ 200' Attempt to circulate 60 sxs. cmt. to surface if unable to circulate, Spot 30 sxs. from 200' to surface.
- 12) RDMO Service Unit. RDMO Cementers.
- 13) MIRU Welder. Cut-off casing head. WO cap with well name and number, operator name, and date.
- 14) Pull safety anchors, dress, and reclaim surface location if necessary.

Pinnacle State #12 Proposed Plugged WB Les Peeler 05-24-17 30-015-27762 Proposed WBD KB: 3079' Sctn 36, 22S, 28E GL: 3070' KB: 9' Eddy Co., New Mexico Herradura Bend, East Delaware Field Spud: 10/04/95 Lease # V-3479 Completed: 10/18/95 Perf @200' Sqz. 60 sxs. from to surface if unable to sqz. spot 30 sxs.from 200' to surf. 8 5/8" 24 # (12 1/4" Hole) Csg. to 520' Cmt'd w-350 sxs to surface Perf @ 570' sqz 60 sxs. to 420' WOC & Tag TO 1315' TO COVER TOP. OF SHLT 2900'-2700 Spot 30 Sxs. from 2400' - 2200' COUERS TOP OF DELFWARE 5 1/2" 15.5# (7 7/8" Hole) to 6250' Cmt'd w- 1550 sxs. to surface AND 3000' INTERVAL woe + tAL Set CIBP @ 5,125' & Spot 25 sxs cmt. on top Delaware 5216'-30', 5,246'-59' Delaware 5,960' -70' Delaware 6,193'-98' PBTD 6,201' TD @ 6,250'



CONDITIONS FOR PLUGGING AND ABANDONMENT

District II / Artesia N.M.

The following is a guide or checklist in preparation of a plugging program, this is not all inclusive and care must be exercised in establishing special plugging programs in unique and unusual cases, Notify NMOCD District Office II at (575)-748-1283 at least 24 hours before beginning work.

- 1. A notice of intent to plug and abandon a wellbore is required to be approved before plugging operations are conducted. A cement evaluation tool is required in order to ensure isolation of producing formations, protection of water and correlative rights. A cement bond log or other accepted cement evaluation tool is to be provided to the division for evaluation if one has not been previously run or if the well did not have cement circulated to surface during the original casing cementing job or subsequent cementing jobs.
- 2. Closed loop system is to be used for entire plugging operation. Upon completion, contents of steel pits are to be hauled to a permitted disposal location.
- 3. Trucking companies being used to haul oilfield waste fluids to a disposal commercial or private shall have an approved NMOCD C-133 permit. A copy of this permit shall be available in each truck used to haul waste products. It is the responsibility of the operator as well as the contractor, to verify that this permit is in place prior to performing work. Drivers shall be able to produce a copy upon request of an NMOCD Field inspector.
- 4. Filing a subsequent C-103 will serve as notification that the well has been plugged.
- A final C-103 shall be filed (and a site inspection by NMOCD Inspector to determine if the location is satisfactorily cleaned, all equipment, electric poles and trash has been removed to Meet NMOCD standards) before bonding can be released.
- 6. Squeeze pressures are not to exceed 500 psi, unless approval is given by NMOCD.
- 7. Produced water will not be used during any part of the plugging operation.
- 8. Mud laden fluids must be placed between all cement plugs mixed at 25 sacks per 100 bbls of water.
- 9. All cement plugs will be a minimum of 100' in length or a minimum of 25 sacks of cement, whichever is greater. 50' of calculated cement excess required for inside casing plugs and 100% calculated cement excess required on outside casing plugs.
- 10. Class 'C' cement will be used above 7500 feet.
- 11. Class 'H' cement will be used below 7500 feet.
- 12. A cement plug is required to be set 50' above and 50' below, casing stubs, DV tools, attempted casing cut offs, cement tops outside casing, salt sections and anywhere the casing is perforated, these plugs require a 4 hour WOC and then will be tagged
- 13. All Casing Shoes Will Be Perforated 50' below shoe depth and Attempted to be Squeezed, cement needs to be 50' above and 50' Below Casing Shoe inside the Production Casing
- 14. When setting the top out cement plug in production, intermediate and surface casing, wellbores should remain full at least 30 minutes after plugs are set
- 15. A CIBP is to be set within 100' of production perforations, capped with 100' of cement, WOC 4 hours and tag.

- 16. A CIBP with 35' of cement may be used in lieu of the 100' plug if set with a bailer. This plug will be placed within 100' of the top perforation, (WOC 4 hrs and tag).
- 17. No more than 3000' is allowed between cement plugs in cased hole and 2000' in open hole.
- 18. Some of the Formations to be isolated with cement plugs are: These plugs to be set to isolate formation tops
 - A) Fusselman
 - B) Devonian
 - C) Morrow
 - D) Wolfcamp
 - E) Bone Springs
 - F) Delaware
 - G) Any salt sections
 - H) Abo
 - I) Glorieta
 - J) Yates.
 - K) Potash--- (In the R-111-P Area (Potash Mine Area), a solid cement plug must be set across the salt section. Fluid used to mix the cement shall be saturated with the salts that are common to the section penetrated and in suitable proportions, not more than 3% calcium chloride (by weight of cement) will be considered the desired mixture whenever possible, WOC 4 hours and tag, this plug will be 50' below the bottom and 50' above the top of the Formation.
- 19. If cement does not exist behind casing strings at recommended formation depths, the casing can be cut and pulled with plugs set at recommended depths. If casing is not pulled, perforations will be shot and cement squeezed behind casing, WOC and tagged. These plugs will be set 50' below formation bottom to 50' above formation top inside the casing

DRY HOLE MARKER REQUIRMENTS

The operator shall mark the exact location of the plugged and abandoned well with a steel marker not less than four inches in diameter, 3' below ground level with a plate of at least ¼" welded to the top of the casing and the dry hole marker welded on the plate with the following information welded on the dry hole marker:

1. Operator name 2. Lease and Well Number 3.API Number 4. Unit Letter 5. Quarter Section (feet from the North, South, East or West) 6. Section, Township and Range 7. Plugging Date 8. County

(SPECIAL CASES)

AGRICULTURE OR PRARIE CHICKEN BREEDING AREAS

In these areas, a below ground marker is required with all pertinent information mentioned above on a plate, set 3' below ground level, a picture of the plate will be supplied to NMOCD for record, the exact location of the marker (longitude and latitude by GPS) will be provided to NMOCD (We typically require a current survey to verify the GPS)