District I 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztec, NM 87410 District IV

1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico Energy Minerals and Natural Resources

Form C-101 May 27, 2004

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

Submit to appropriate District Office

☐ AMENDED REPORT

R.

APPL	ICATI	ON F					, RE-	ENTE	CR, D	EEPEI	N, PL	UGBA			DD A ZONE
Operator Name and Address RKI EXPLORATION & PRODUCTION, I								LC.				2462	ดดั้	RID Numb	
3817 NW EXPRESSWAY SUITE 950 OKLAHOMA CITY, OKLAHOMA 73112											30	-015	, A	Pl Number	?
Property Code Property 303371 PINNACLE STATE							Name						27	ell No.	
Proposed Pool 1 D-BONE SPRING (\$ 757)								¹⁰ Proposed Pool 2							
LIIIC ()1 to		7			''', '''	7 S	urface	Locat	ion						
UL or lot no.				Feet fr					from the	East/West line		County			
H 36 22S 28E					231	0' NORTH 330'			0'	EAST EDDY		1			
⁸ Proposed Bottom Hole Locati														T	
UL or lot no.	UL or lot no. Section Township Range			Lot Idn Feet from the			om the	North/South line		Feet from the E		East	West line	County	
Additional We															
11 Work Type Code 12 Well Type Co			0	ROTARY							Lease Type Code S		15 Ground Level Elevation 3433 *		
NO 7075 Proposed Dep			sed Depti	th 18 Forma BONE SPRIN					DEBMI	Contractor DRILLING W		LHEN	²⁰ Spud Date HEN APPROVED		
Depth to Grou		 50'	7075	•	Distance from nearest fresh water well unknown						Distance from nearest surface water approximately 2 mi.				
<u>Pit:</u> Liner:	Synthetic		_mils thick	Clay ['	olume:_	bbl	s	Dr	rilling Met		pproxi	ind cc.	<u> </u>	II. IIOM ICCOS
Close	d-Loop Sys	tem 🔀	-						<u>Fr</u>	esh Water	X Br	ine 🛛 Di	iesel/Oil	-based \square	Gas/Air 🔲
		, 		21	Propos	sed Ca	asing a	nd Ce	ment	Program	n				
Hole S	ize ~	C	Casing Size		Casing weight/foot		Setting Depth		Sacks of Cement		ement	Estimated TOC			
17½!'					CONDUCTOR			80'		Redi-mix			Súrface		
	11"	8 5/8"			32#		450'		181 Sx.			SURFACE			
7 7/8		5½"			17#			7075 '		542 Sx.			Surface		
											 -	······································		_	
Describe the proposed program. If this application is to DEEPEN or PLUG BACK, give the data on the present productive zone and proposed new productive zone. Describe the blowout prevention program, if any. Use additional sheets if necessary.															
			,	-,,).							
						0	TT 400	m A CITT	ידט מיי	ומכוכו					
SEE ATTACHED SHEET															
NOTE: New Pit Rule NMAC 19-15-17															
23 I hereby cert										OIL C	ONS	ERVA Z	MON	DIVIS	ION
best of my knowledge and belief. I further certify that the drilling pit will be constructed according to NMOCD guidelines XX, a general permit , or an (attached) alternative OCD-approved plan.						Approx	ed to the	em a.	W		Reg	w			
Printed name: Joe T. Janica Of Communication Title:															
							Approv	al Dater	د بدائے	Ind	2 [xpiratio	Date: C	Talla	
			$-\nu$	et.c				πρριον	Date.	7/24	100	, 15	p.::at10	·· • • • • • • • • • • • • • • • • • •	14110
E-mail Address: joejanica@valornet.com Date: 05/16/08 Phone: 575-391-8503							Condition	one of A	noroval Att	ached	П				

- 1. Drill 17½" hole to 80'. Set 80' of 14" conductor pipe and cement to surface with Redi-mix.
- 2. Drill 11" hole to 450'. Run and set 450' of 8 5/8" 32# J-55 ST&C casing. Cement with 181 Sx. of Class "C" cement + 2% CaCl + .125# Flocele/Sx. Yield 1.34, circulate cement to surface.
- 3. Drill 7 7/8" hole to 7075'. Run and set 7075' of 5½" 17# J-55 LT&C casing. Cement with 341 Sx of 40/60 (CemPlus blend/LITEFIL(24#/CF) + 1% ANTISETTLING AGENT + .3% TIC DISPERSANT + .2% ANTIFOAMER + .125#/Sx. of polyflake/Sx. Yield 2.61, tail in with 40/60/ (CemPlus blend/LITEFIL(24#/CF) + .2% MIDTEMP RETARDER + 1% ANTISETTLING AGENT + .3% TIC DISPERSANT + .2% ANTIFOAMER + .125#/Sx of polyflake/Sx. Yield 2.27, circulate cement to surface.
- 4. Cement volumes may be altered after open hole logs have been run to check the caliper log it see if changes to volumes will be required.
- 5. Fresh water will be used to drill the surface hole, and brine will be used to drill the 7 7/8" hole to reduce wash out of the salt section.
- 6. The Bureau of Land Management does not have any records that indicate the presence of $\rm H_2S$ in this area. RKI Exploration & Production, LLC. has not encountered and $\rm H_2S$ during the drilling of other wells on this lease.

DISTRICT I 1625 N. French Dr., Hobbs, NM 88240 DISTRICT II 1301 W. Grand Avenue, Artesia, NM 88210

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 DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410

DISTRICT · IV 1220 S. St. Francis Dr., Santa Fe, NM 87505

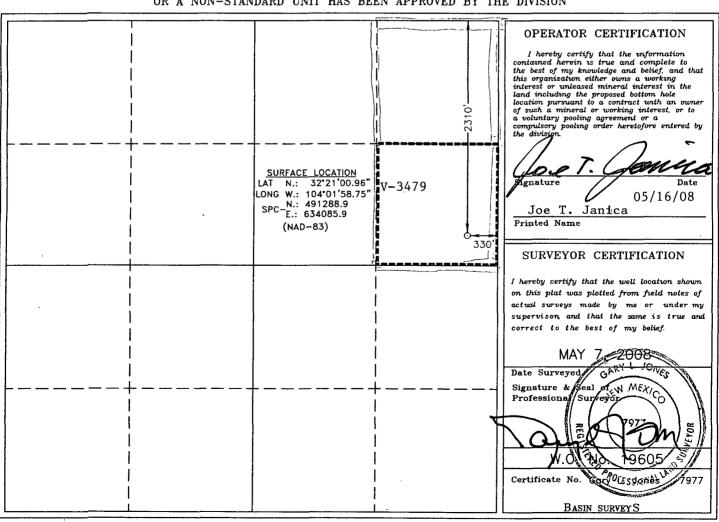
1220 South St. Francis Dr. Santa Fe, New Mexico 87505

☐ AMENDED REPORT

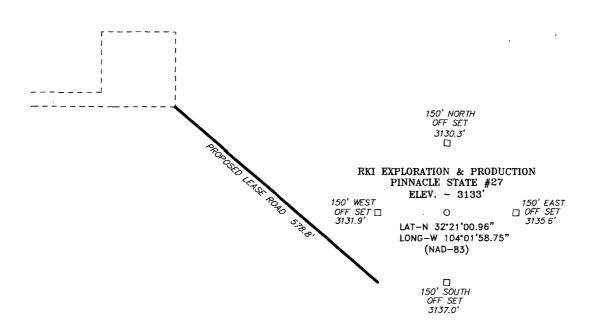
WELL LOCATION AND ACREAGE DEDICATION PLAT

API		Pool Code Pool Name S Light)-BONERSPRING S									
Property				Well N	Well Number						
30327/				27							
OGRID No.				Elevation							
256289			RKI EXPLORATION & PRODUCTION								
					Surface Loc	ation					
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County		
Н	36	22 S	28 E		2310	NORTH	330	EAST	EDDY		
			Bottom	Hole Loc	cation If Diffe	erent From Sur	face				
UL or lot No.	or lot No. Section Townshi		Township Range		Feet from the	North/South line	Feet from the	East/West line	County		
Dedicated Acre	s Joint o	or Infill Co	nsolidation (Code Or	der 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



SECTION 36, TOWNSHIP 22 SOUTH, RANGE 28 EAST, N.M.P.M., EDDY COUNTY, NEW MEXICO.



DIRECTIONS TO LOCATION:

FROM THE JUNCTION OF HWY 62-180 AND REFINERY ROAD, GO SOUTHERLY ON REFINERY ROAD FOR 10.3 MILES TO LEASE ROAD, ON LEASE ROAD GO NORTHEAST 0.9 MILES, THENCE SOUTHEAST WINDING NORTHEAST 1.2 MILES TO WELL PAD AND PROPOSED LEASE ROAD.

BASIN SURVEYS P.O. BOX 1786-HOBBS, NEW MEXICO

W.O. Number: 19605 Drawn By: J. M. SMALL

Date: 05-08-2008 Disk: JMS 19605

200 0 200 400 FEET

SCALE: 1" = 200'

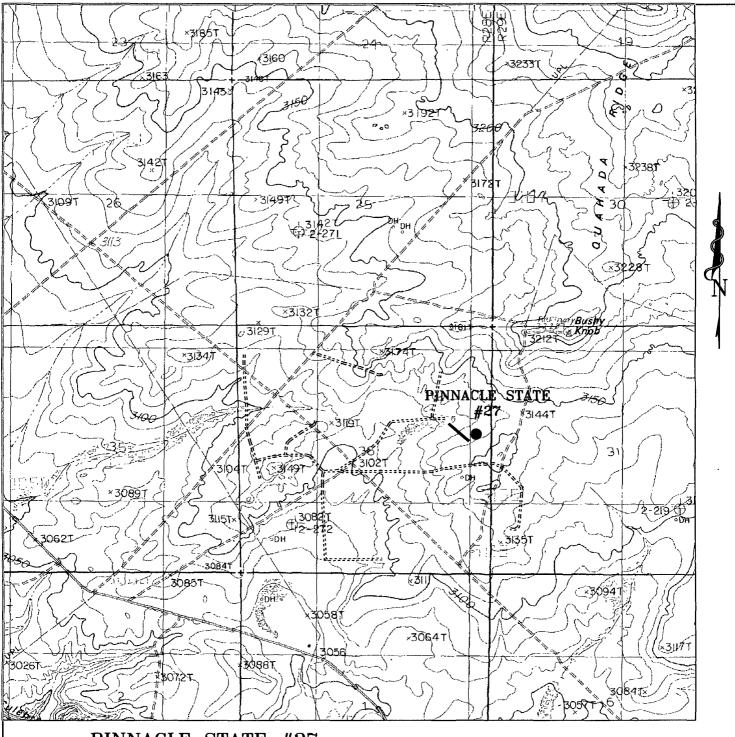
RKI EXPLORATION & PRODUCTION

REF: PINNACLE STATE #27 / Well Pad Topo

THE PINNACLE STATE #27 LOCATED 2310' FROM
THE NORTH LINE AND 330' FROM THE EAST LINE OF
SECTION 36, TOWNSHIP 22 SOUTH, RANGE 28 EAST,

N.M.P.M., EDDY COUNTY, NEW MEXICO.

Survey Date: 05-07-2008 | Sheet 1 of 1 Sheets



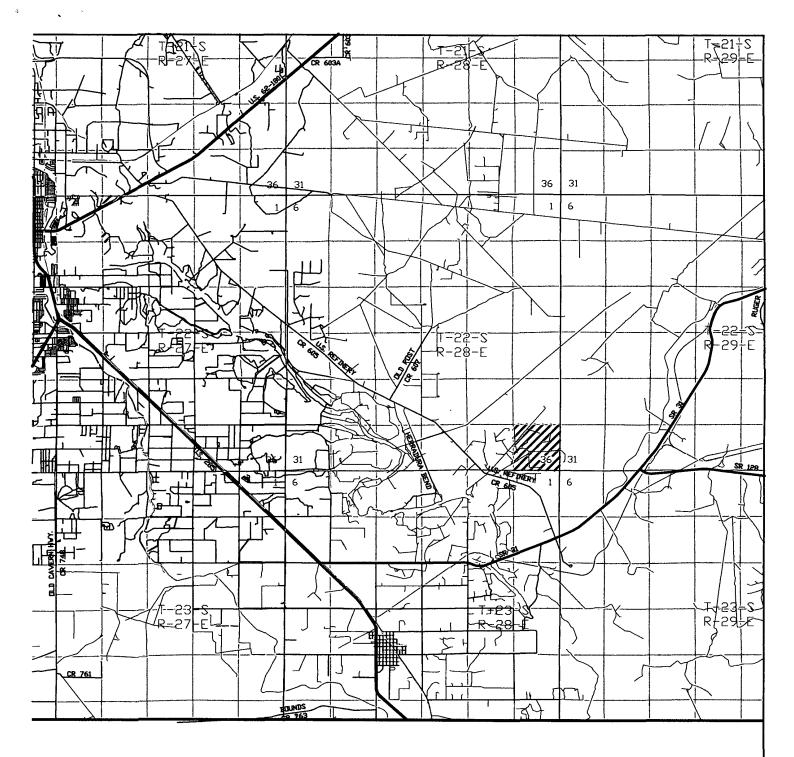
PINNACLE STATE #27 Located at 2310' FNL AND 330' FEL Section 36, Township 22 South, Range 28 East, N.M.P.M., Eddy County, New Mexico.



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

W.O. Number:	19605
Survey Date:	05-07-2008
Scale: 1" = 20	000,
Date: 05-08-	2008

RKI EXPLORATION & PRODUCTION



PINNACLE STATE #27 Located at 2310' FNL and 330' FEL Section 36, Township 22 South, Range 28 East, N.M.P.M., Eddy County, New Mexico.



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

W.O. Number: JMS 19605
Survey Date: 05-07-2008
Scale: 1" = 2 MILES
Date: 05-08-2008

RKI EXPLORATION & PRODUCTION

Adjustible Choke

3000 PSI

