

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD-ARTESIA

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FORM APPROVED
OMB No. 1004-0137
Expires: March 31, 2007

SUNDRY NOTICES AND REPORTS ON WELLS
**Do not use this form for proposals to drill or to re-enter an
abandoned well. Use Form 3160-3 (APD) for such proposals.**

5. Lease Serial No. NM-100558
6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE - Other instructions on page 2.

1. Type of Well

☒ Oil Well ☐ Gas Well ☐ Other

AUG 22 2008

2. Name of Operator

RKI Exploration & Production

OCD-ARTESIA

3a. Address

3817 NW Expressway, Suite 950
Oklahoma City, OK 73112

3b. Phone No. (include area code)

405-949-2221

7. If Unit of CA/Agreement, Name and/or No.

8. Well Name and No.

RDX "17" # 2

9. API Well No.

30-015-36464

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

1650' FNL 2310' FEL Sec. 17-26S-30E

10. Field and Pool or Exploratory Area

Brushy Draw - Delaware

11. Country or Parish, State

Eddy Co. New Mexico

12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA

| TYPE OF SUBMISSION | TYPE OF ACTION | | | |
|--|---|---|--|---|
| <input checked="" type="checkbox"/> Notice of Intent | <input type="checkbox"/> Acidize | <input type="checkbox"/> Deepen | <input type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-Off |
| <input type="checkbox"/> Subsequent Report | <input type="checkbox"/> Alter Casing | <input type="checkbox"/> Fracture Treat | <input type="checkbox"/> Reclamation | <input type="checkbox"/> Well Integrity |
| <input type="checkbox"/> Final Abandonment Notice | <input type="checkbox"/> Casing Repair | <input type="checkbox"/> New Construction | <input type="checkbox"/> Recomplete | <input checked="" type="checkbox"/> Other Change hole sizes, casing specs, & cement volumes |
| | <input type="checkbox"/> Change Plans | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon | |
| | <input type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug Back | <input type="checkbox"/> Water Disposal | |

13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleate horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleation in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.)

Due to availability of casing, we propose to drill the following hole sizes and install the following casing sizes, weights, grades after drilling out the 13-3/8" surface casing:

| Hole Size | Depths | Casing Size, Weights, Grades, Coupling |
|-----------|-----------------|--|
| 12-1/4" | 0' - 695' | 9-5/8", 36#, H-40 ST&C |
| | 695' - 2,628' | 9-5/8", 36#, J-55 ST&C |
| | 2,628' - 3,320' | 9-5/8", 47#, L-80 LT&C |
| 7-7/8" | 0' - 40' | 5-1/2", 20#, L-80 LT&C |
| | 40' - 5,006' | 5-1/2", 17#, K-55 LT&C |
| | 5,006' - 7,400' | 5-1/2", 20#, L-80 LT&C |

TD 200' deeper
than APD.

Cementing 9-5/8": 635 sacks Lead (yield=1.97) and 200 sacks Tail (yield=1.33). TOC @ surface with 50% excess.

Cementing 5-1/2" - Stage 1: 219 sacks Lead (yield=2.04) and 200 sacks Tail (yield=1.32). DV Tool @ 5100' with 25% excess.

Stage 2: 100 sacks Lead (yield=1.93) and 200 sacks Tail (yield=1.40). Top of cement @ 3120' with 25% excess.

Actual cement volumes for 5-1/2" casing to be determined by openhole caliper log.

14. I hereby certify that the foregoing is true and correct.
Name (Printed/Typed)

Gene Simer

Title

Production Superintendent

Signature

Gene Simer

Date

8/18/08

ACCEPTED FOR RECORD

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Gerry Guye, Deputy Field Inspector
NMOC District II ARTESIA

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Office

APPROVED

Date AUG 21 2008

WESLEY W. INGRAM

PETROLEUM ENGINEER

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)