

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. 30-015-40189
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 RDX 16
8. Well Number 16
9. OGRID Number 246289
10. Pool name or Wildcat Brushy Draw-Delaware East

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.)

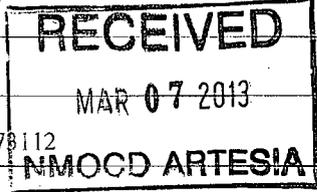
1. Type of Well: Oil Well Gas Well Other

2. Name of Operator
RKI Exploration & Production, LLC

3. Address of Operator
3817 NW Expressway, Suite 950, Oklahoma City, OK 73112

4. Well Location
 Unit Letter L : 2610 feet from the South line and 330 feet from the West line
 Section 16 Township 26S Range 30E NMPM Eddy County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3090 feet GR



12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/> DOWNHOLE COMMINGLE <input type="checkbox"/>	SUBSEQUENT REPORT OF: REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> P AND A <input type="checkbox"/> CASING/CEMENT JOB <input checked="" type="checkbox"/>
OTHER: <input type="checkbox"/>	OTHER: <input type="checkbox"/>

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.

On 7/01/2012, drilled 7-7/8 inch hole to 7450 feet. Ran 177 joints of 5-1/2 inch 17# J-55 L/T&C casing with FS @ 7438 feet. FC @ 7395 feet. DV tool @ 5507 feet.

Cementing (7/02/2012):

Stage 1: 350 sks of PVL+1.3%PF44+5%PF174+.5%PF606+1%PF153+.2%PF13+2%PF13.25#RF46, Class C, Yield = 1.47, Density = 13. Pressured casing, opened DV tool, circulated spacer and trace of cement to surface. Continued circulating using rig pump.

Stage 2

Lead: 250 sks of 35/65 POZ c/C+5%PF44+6%PF20+.2%PF13+.25ppsPF46+.125pps PF29, Pozmix, Yield = 2.04, Density = 12.6
 Tail: 150 sks of PVL + 1.3%PF44+5%PF174+.5%PF606+.1%PF153+.2%PF13 + .25#PF46, Class C, Yield = 1.47, Density = 13

ND and Broke out BOPE, Laid out stack, cut off casing, installed WH and tested. Finished cleaning pits Released Rig @ 15:00 Hrs, 7/02/2012. On 7/11/2012, tested production casing to 6500 psi for 30 minutes = OK.

Spud Date: 6/21/2012

Rig Release Date: 7/02/2012

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 7/23/2012

Type or print name Charles K. Ahn E-mail address: cahn@rkixp.com PHONE: 405-996-5771

For State Use Only

APPROVED BY: LR Dade TITLE Dist. R Supervisor DATE 3/14/13

Conditions of Approval (if any):