

Submit 3 Copies To Appropriate District  
Office  
District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
1301 W. Grand Ave., Artesia, NM 88210  
District III  
1000 Rio Brazos Rd., Aztec, NM 87410  
District IV  
1220 S. St. Francis Dr., Santa Fe, NM  
87505

State of New Mexico  
Energy, Minerals and Natural Resources

JUL - 6 2009

Form C-103  
May 27, 2004

OIL CONSERVATION DIVISION  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

WELL API NO. 30-015-36216
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 22
9. OGRID Number 246289
10. Pool name or Wildcat Herradura Bend (Delaware)

11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3,125' GR
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Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/>
Pit type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____
Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____

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 and Production, LLC.

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

4. Well Location  
Unit Letter D : 955 feet from the North line and 1086 feet from the West line  
Section 36 Township 22S Range 28E NMPM Eddy County

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

NOTICE OF INTENTION TO:	SUBSEQUENT REPORT OF:
PERFORM REMEDIAL WORK <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>
OTHER: <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>
	OTHER: Re -Completion <input checked="" 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 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

WORK COMMENCED ON 5-6-09.

STAGE 1

RIG UP WIRE LINE. RIH W 5.5" COMPOSITE BRIDGE PLUG (SET @ 6,350') (ALL WL RUNS CORRELATED TO LOGS FROM JUNE 11 2008), PERFORATE DELAWARE 6,198' - 6,264' 1 SPF 66 HOLES. PERFORATING GUNS = 3375-311NT-23 GRAMS W 38.7" PENETRATION. ACIDIZED WITH: 1000 GAL 7.5% NEFE ACID W 99-7/8"X1.1 BIOBALLS. FRAC WITH: 285 BBL PAD, 150 BBL MEDALLION GEL W 1 PPG 16/30 WHITE SAND, 130 BBL MEDALLION GEL W 2 PPG 16/30 WHITE SAND, 150 BBL MEDALLION GEL W 3 PPG 16/30 WHITE SAND, 140 BBL MEDALLION GEL W 3.5 PPG 16/30 WHITE SAND, 86 BBL MEDALLION GEL W 4.0 PPG 16/30 SIBERPROP.

COMPOSITE BRIDGE PLUG, SET CBP @ 6,150',

STAGE 2

PERFORATE 5,958'-6,060' 0.5 SPF (CORRELATED TO JUNE-11-08 LOG) 50 HOLES. ACIDIZED WITH: 1500 GALLONS 7.5% NEFE ACID W 75-7/8"X1.1 BIOBALLS. FRAC SECOND STAGE WITH: 475 BBL PAD, 224 BBL MEDALLION GEL W 1 PPG 16/30 WHITE SAND, 234 BBL MEDALLION GEL W 2 PPG 16/30 WHITE SAND, 285 BBL MEDALLION GEL W 3 PPG 16/30 WHITE SAND, 208 BBL MEDALLION GEL W 3.5 PPG 16/30 WHITE SAND, 106 BBL MEDALLION GEL W 4.0 PPG 16/30 SIBERPROP, 116 BBL MEDALLION GEL W 4.5 PPG 16/30 SIBERPROP.

INSTALLED ROD PUMP AND TEST PRODUCED WELL

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines ☐, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE Gene Simer TITLE PRODUCTION SUPERINTENDENT DATE 7/1/09

Type or print name Gene Simer E-mail address: gsimer@rkixp.com Telephone No. 505-885-1313

For State Use Only

APPROVED BY: [Signature] TITLE Geologist DATE 7/16/09  
Conditions of Approval (if any):