

Submit 1 Copy To Appropriate District Office  
District I - (575) 393-6161  
1625 N. French Dr., Hobbs, NM 88210  
District II - (575) 718-1283  
811 S. First St. Artesia, NM 88210  
District III - (505) 334-6178  
1000 E. Brazos Rd., Aztec, NM 87410  
District IV - (505) 476-3460  
1220 S. First 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 30-025-26805
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 Maralo 16 State
8 Well Number 10
9 OGRID Number 281085
10 Pool name or Wildcat Sioux, Fansh-Jates-Seven Rivers

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 <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>
2 Name of Operator RMR Operating, LLC
3 Address of Operator 415 W. Wall Street Suite 1310 Midland, TX 79701
4 Well Location Unit Letter: O 660 feet from the South line and 1980 feet from the East line Section 16 Township 26S Range 36E NMPM County Lea
11 Elevation (Show whether DR, RKB, RT, GR, etc.) 2932 GL

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

<b>NOTICE OF INTENTION TO</b>	<b>SUBSEQUENT REPORT OF</b>
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"/>
DOWNHOLE COMMINGLE <input type="checkbox"/>	P AND A <input type="checkbox"/>
	CASING/CEMENT JOB <input type="checkbox"/>
OTHER <input type="checkbox"/>	OTHER Returned to Production <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 19 15 7 14 NMAC For Multiple Completions Attach wellbore diagram of proposed completion or recompletion

12/17/11 Attempted to place well on production- well would not pump  
12/18/11 RUPU attempted to unseat pump- pump was stuck  
12/19/11 Backed off rods to strip rods out of hole  
12/20/11 Finished pulling rods NDWH & NUBOP POOH w/tbg  
12/21/11 TIH w/ tbg Hot oiled down tbg POOH Tested in hole w/tbg NDBOP NUWH TIH w/pump & rods  
12/22/11 Placed well on pump RDPU well is producing  
1 BOPD, 40 BWPD, OMCTD

Spud Date: 6/20/1980 Rig Release Date: 7/2/1980

I hereby certify that the information above is true and complete to the best of my knowledge and belief

SIGNATURE: Katie Valencia TITLE: Office Manager DATE: 2/9/12

Type or print name: Katie Valencia E-mail address: Katie@redmountainresources.com PHONE: 214 871 0400

For State Use Only

APPROVED BY: [Signature] TITLE: PETROLEUM ENGINEER DATE: 2/9/12

Conditions of Approval (if any).

FEB 09 2012