

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

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

**\* Amended**  
Form C-103  
Revised August 1, 2011

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.)		WELL API NO 30-025-20646
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator R Operating, LLC		6. State Oil & Gas Lease No.
3. Address of Operator W Wall Street Suite 1310 Midland, TX 79701		7. Lease Name or Unit Agreement Name Maralo 16 State
4. Well Location Unit Letter <u>F</u> <u>1980</u> feet from the <u>North</u> line and <u>1980</u> feet from the <u>West</u> line Section <u>16</u> Township <u>26S</u> Range <u>36E</u> NMPM County <u>Lea</u>		8. Well Number <u>4</u>
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 2943 GL		9. OGRID Number <u>281085</u>
		10. Pool name or Wildcat Sioux, Tansill-Yates-Seven Rivers

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"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input checked="" type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS <input type="checkbox"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>	
DOWNHOLE COMMINGLE <input 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

This well was successfully TA in October 2005 and the abandonment was approved through October The procedure was as follows  
10/4/05 TOH w/Rods & Tbg 3135  
10/5/05 TTH Set CIBP @ 3225 Displace hole with 2% KCl Test casing to 540 PSI for 30 minutes This procedure was witnessed by Buddy Hill and approved by the OCD

In order to hold our state lease, which was set to expire December 31 2011, RMR took over operatorship December 13, 2011 We plan to evaluate the well but at this time we are reapplying for the TA of this well for the approved time allowable We plan to test the well by testing the casing to 540 PSI for 30 minutes Until such time as we can evaluate the well, we intend to TA and upon evaluation we will either return to production or P&A

**The Oil Conservation Division**  
**MUST BE NOTIFIED 24 Hours**  
**Prior to the beginning of operations**

Spud Date 6/2/1980

Rig Release Date

6/19/1980

**Condition of Approval: notify**  
**OCD Hobbs office 24 hours**  
**prior of running MIT Test & Chart**

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 katiec@redningmountainresources.com PHONE 214 871 0400

APPROVED BY [Signature] TITLE Staff MGR DATE 2-9-2012

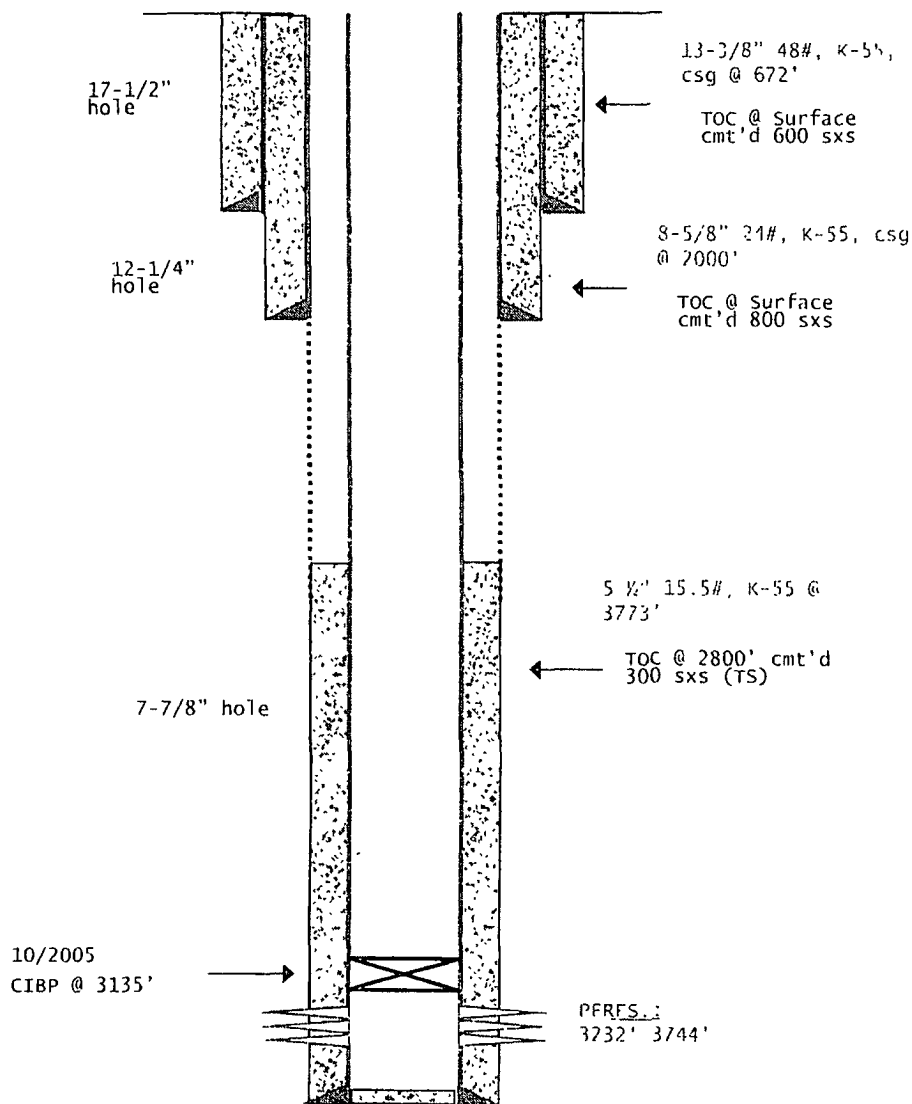
Conditions of Approval (if any)

**Condition of Approval: Notify OCD Hobbs**  
**office 24 hours prior to running MIT Test & Chart.**

Maralo "16" State #4  
1980' FNL, 1980' FWL  
Section 16, T-26-S, R-36-E, Unit F  
Lea County, New Mexico  
API- 300-25-26646

Date: 02/08/2012

WELLBORE DIAGRAM - NOT TO SCALE



PBTD: 3773'

TD: 3780'

**Mull, Donna, EMNRD**

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**From:** Katie Valencia [katie@redmountainresources.com]  
**Sent:** Monday, February 13, 2012 10:45 AM  
**To:** Mull, Donna, EMNRD  
**Subject:** re: C-103 for RMR Operating, LLC

Hi Donna,

Last week I sent you C-103's regarding the Maralo 16 State #4 & Maralo 16 State #8 wells for re-TA. I was going back through and noticed a slight error on my part. The well diagrams I sent are correct I just when filling out all of the forms didn't change the CIBP location. I spoke with Mr. Gonzales at the OCD and he said to email you the corrections. Please let me know if you have any questions.

Maralo 16 State #4 API 30-025-26646 CIBP is set at 3135' not 3225'

Maralo 16 State #8 API 30-025-26752 CIBP is set at 3120' not 3225'

Thank you  
~katie

*Katie Valencia*

**Red Mountain Resources**  
**415 W. Wall Street Suite 1310 \*\*Our Midland office has changed\*\***  
**Midland, Texas 79701**  
**Office 214-871-0400**  
**Fax 214-871-0406**  
**Katie@redmountainresources.com**

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