

District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720

District II
811 S. First St., Artesia, NM 88210
Phone: (575) 748-1283 Fax: (575) 748-9720

District III
1000 Rio Brazos Road, Aztec, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170

District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505
Phone: (505) 476-3460 Fax: (505) 476-3462

HOBBS OCD

MAY 08 2014

RECEIVED

State of New Mexico
Energy Minerals and Natural Resources
Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-101
Revised July 18, 2013

AMENDED REPORT

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

| | | |
|--|--|----------------------------|
| Operator Name and Address RKI EXPLORATION & PRODUCTION 210 PARK AVE., SUITE 900 OKLAHOMA CITY, OK 73102 | | OGRID Number 246289 |
| Property Code 303295 | | ARI Number 30-025-35634 |
| Property Name TORO 22 STATE | | Well No. 4 |

7. Surface Location

| UL - Lot | Section | Township | Range | Lot Idn | Feet from | N/S Line | Feet From | E/W Line | County |
|----------|---------|----------|-------|---------|-----------|----------|-----------|----------|--------|
| F | 22 | 19S | 35E | | 1650 | NORTH | 1880 | WEST | LEA |

8. Proposed Bottom Hole Location

| UL - Lot | Section | Township | Range | Lot Idn | Feet from | N/S Line | Feet From | E/W Line | County |
|----------|---------|----------|-------|---------|-----------|----------|-----------|----------|--------|
| | | | | | | | | | |

9. Pool Information

| | | | |
|----------------------|-------------|-----------------------------|---------------------------|
| [ORIGINAL: WOLFCAMP] | RECOMPLETE= | SCHARB; DELAWARE, SE | Pool Code 97098 |
|----------------------|-------------|-----------------------------|---------------------------|

Additional Well Information

| | | | | |
|-------------------------------------|--|--|-----------------------------------|---|
| Work Type NEW/ RECOMPLETE | Well Type OIL/VERTICAL | Cable/Rotary ROTARY | Lease Type STATE | Ground Level Elevation 3,752' |
| Multiple [11,100] | Proposed Depth 7,810' | Formation [WOLFCAMP] DELAWARE, BRUSHY CANYON | Contractor [NABORS] | Spud Date [ORIGINAL] 8/3/2001 PROPOSED AUGUST, 2014 |
| Depth to Ground water | Distance from nearest fresh water well | | Distance to nearest surface water | |

We will be using a closed-loop system in lieu of lined pits

21. Proposed Casing and Cement Program

| Type | Hole Size | Casing Size | Casing Weight/ft | Setting Depth | Sacks of Cement | Estimated TOC |
|-------------|-----------|-------------|------------------|---------------|-----------------|---------------|
| BRIDGE PLUG | 7 7/8" | 5 1/2" | CIBP | 10,045' | 3 | 10,010' |
| BRIDGE PLUG | 7 7/8" | 5 1/2" | CIBP | 7,810' | 3 | 7,775' |

Casing/Cement Program: Additional Comments

| |
|---|
| NO CASING/ CEMENT ADDED TO OR REMOVED FROM WELL BORE. |
|---|

22. Proposed Blowout Prevention Program

| Type | Working Pressure | Test Pressure | Manufacturer |
|---------|------------------|---------------|--------------|
| BOP RAM | 5 K # | 5 K # | |

| | | |
|---|----------------------------------|----------------------------------|
| <p>23. I hereby certify that the information given above is true and complete to the best of my knowledge and belief. I further certify that I have complied with 19.15.14.9 (A) NMAC <input type="checkbox"/> and/or 19.15.14.9 (B) NMAC <input checked="" type="checkbox"/>, if applicable. Signature: <i>Jody Noerdlinger</i></p> <p>Printed name: JODY NOERDLINGER Title: REGULATORY ANALYST E-mail Address: JNOERDLINGER@RKIXP.COM Date: 4/23/2014</p> | OIL CONSERVATION DIVISION | |
| | Approved By: <i>[Signature]</i> | |
| | Title: Petroleum Engineer | |
| | Approved Date: 05/22/14 | Expiration Date: 05/22/16 |
| | Conditions of Approval Attached | |

MAY 22 2014