

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

Form C-103

May 27, 2004

RECEIVED

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

HOBBS OCD

WELL API NO.

30-025-35054

5. Indicate Type of Lease

STATE ☒ FEE ☐

6. State Oil & Gas Lease No.

LG-1631

7. Lease Name or Unit Agreement Name

Toro "16" State

8. Well Number

1

9. OGRID Number

246289

10. Pool name or Wildcat

Pearl; San Andres North

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 ☐

JUL 17 2008

2. Name of Operator

RKI Exploration and Production, LLC. OCD-ARTESIA

3. Address of Operator

3817 NW Expressway, Suite 950, Oklahoma City, OK. 73112

4. Well Location

Unit Letter M : 810 feet from the South line and 810 feet from the West line

Section 16 Township 19S Range 35E NMPM Lea County

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

3,811' GR

Pit or Below-grade Tank Application ☐ or Closure ☐

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 \_\_\_\_\_

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

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☒

TEMPORARILY ABANDON ☐ CHANGE PLANS ☐

PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐

OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐

COMMENCE DRILLING OPNS. ☐ P AND A ☐

CASING/CEMENT JOB ☐

OTHER: ☐

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.

1. Set cement plug from 5,345' to 5,145'.

2. Cut/recover 5-1/2" casing from 4,000'.

3. Set cement plug from 4,100' to 3,900'.

4. Set cement plug from 50' to surface.

5. Remove wellhead.

Set cement plug @ 5,345' - 5,145' 25" x 25" OR 100' whichever is greater.  
Set cement plug @ 5,145' - 4,000' 25" x 25" OR 100' whichever is greater.  
Set cement plug @ 4,000' - 3,900' 25" x 25" OR 100' whichever is greater.  
Set cement plug @ 3,900' - 50' 25" x 25" OR 100' whichever is greater.

(see attachment for proposed well P&A schematic)

The Oil Conservation Division Must be notified 24 hours prior to the beginning of plugging operations

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 7/16/08

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

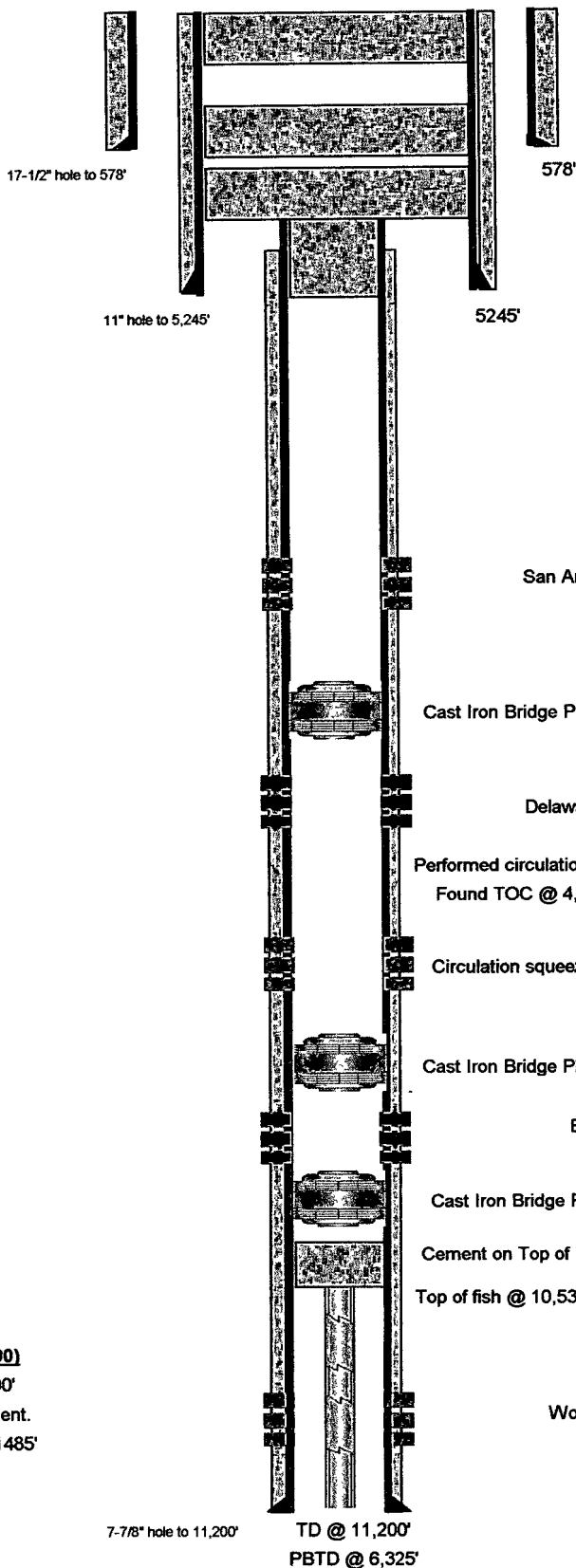
For State Use Only

APPROVED BY: Chris Williams TITLE OCD DISTRICT SUPERVISOR/GENERAL MANAGER DATE AUG 12 2008

Conditions of Approval (if any):

**Toro State 16-1**  
**API 30-025-35054**  
**SEC. 16-T19S-R35E**  
**LEA CO., NEW MEXICO**

Spud Date: 6/27/2000



**Surface Casing: (6/28/2000)**

13-3/8", 48# casing @ 578'.  
 Cmt w/ 480 sxs cement. Cement at surface.

**Intermediate Casing: (7/5/2000)**

8-5/8", 32# casing @ 5,245'.  
 Cmt w/ 1,885 sxs cement with cement returns to surface.

San Andres Perfs: 5,578' - 5,590'

Cast Iron Bridge Plug @ 6,375' w/ 35' of cement

Delaware Perfs: 6,430' - 6,450'

Performed circulation squeeze through perfs at 7,000' with 600 sx. cement.  
 Found TOC @ 4,400'.

Circulation squeeze holes @ 7,000' w/ 35' of cement

Cast Iron Bridge Plug @ 9,475' w/ 35' of cement

Bone Springs Perfs: 9,532' - 9,564'

Cast Iron Bridge Plug @ 9,775' w/ 35' of cement

Cement on Top of Fish @ 10,495'

Top of fish @ 10,530'

Wolfcamp Perfs: 10,759' - 10,982'

**Production Csg: (7/22/2000)**

5-1/2", 17#, casing @ 11,200'  
 Cemented with 500 sx. cement.  
 TOC per CBL 10-6-97 @ ~1485'

Prepared By: Pat McCollom  
 7/14/08