

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

Form C-103  
June 19, 2008

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

WELL API NO. 30-015-40461
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 MARATHON 25 STATE
8. Well Number #32
9. OGRID Number 281994
10. Pool name or Wildcat Red Lake, Queen-Grayburg-San Andres (51300)

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 LRE OPERATING, LLC	
3. Address of Operator c/o Mike Pippin LLC, 3104 N. Sullivan, Farmington, NM 87401	
4. Well Location Unit Letter C : 480 feet from the NORTH line and 1710 feet from the WEST line Section 25 Township 17-S Range 28-E NMPM Eddy County	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3682' GL	

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 ☐  
DOWNHOLE COMMINGLE ☐

OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐  
COMMENCE DRILLING OPNS. ☐ P AND A ☐  
CASING/CEMENT JOB ☐

OTHER: Completion ☒

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.

On 1/25/13, PT 5-1/2" csg to 5000 psi for 30 min-OK. Perfed San Andres @ MD2910', 17', 28', 33', 42', 50', 58', 70', 79', 92', 3000', 10', 20', 30', 39', 42', 52', 60', 76', 92', 3100', 10', 18', 26', 35', 50', w/1-0.42" spf. Total 26 holes. Treated w/2000 gal 15% HCL acid & 39 perf balls. On 1/29/13, fraced San Andres w/57,217# 16/30 Brady & 16,793# 16/30 siber prop sand in X-linked gel. Set 5-1/2" CBP @ MD2880'. PT csg & CBP to 4000 psi-OK. Perfed San Andres @ MD2549', 62', 70', 83', 90', 95', 2600', 06', 12', 20', 24', 30', 40', 48', 60', 72', 80', 93', 2700', 10', 18', 24', 34', 42', 52', 64', 73', 76', 84', 90', 2802', 08', 12', 16', 26', 36', 41', 50', 57', 61' w/1-0.42" spf. Total 40 holes. Treated perfs w/3000 gal 15% HCL acid & 60 perf balls. Fraced w/63,452# 16/30 Brady & 27,755# 16/30 siber prop sand in X-linked gel. On 1/30/13, MIRUSU. Drilled CBP @ MD2880' & CO to MDPBTD3217'. On 2/1/13, landed 2-7/8" 6.5# J-55 tbg @ MD3174'. Ran pump & rods. Released completion rig on 2/1/13.

The bottom hole location is: 339' FNL & 1653' FWL (C) Sec. 25 T17S R28E

Spud Date: 1/18/13

Drilling Rig Release Date: 1/23/13

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

SIGNATURE Mike Pippin

TITLE Petroleum Engineer - Agent DATE 2/4/13

Type or print name Mike Pippin

E-mail address: mike@pippinllc.com PHONE: 505-327-4573

For State Use Only

APPROVED BY:

TITLE

DATE

Conditions of Approval (if any):

