

OCD Artesia

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM APPROVED
OMB NO. 1004-0135
Expires: July 31, 2010**SUNDRY NOTICES AND REPORTS ON WELLS**
*Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.***SUBMIT IN TRIPLICATE - Other instructions on reverse side.**

| | | |
|--|---|---|
| 1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other | | 5. Lease Serial No. NMNM048344 |
| 2. Name of Operator LRE OPERATING LLC | | 6. If Indian, Allottee or Tribe Name. |
| Contact: MIKE PIPPIN E-Mail: mike@pipinllc.com | | 7. If Unit or CA/Agreement, Name and/or No. |
| 3a. Address 1111 BAGBY SUITE 4600 HOUSTON, TX 77002 | 3b. Phone No. (include area code) Ph: 505-327-4573 | 8. Well Name and No. WILLIAMS A FEDERAL 15 |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 29 T17S R28E SWSW 470FSL 920FWL 32.798656 N Lat, 104.202669 W Lon | | 9. API Well No. 30-015-41892-00-S1 |
| | | 10. Field and Pool, or Exploratory ARTESIA RED LAKE |
| | | 11. County or Parish, and State EDDY COUNTY, NM |

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION | TYPE OF ACTION | | | |
|---|---|---|--|---|
| <input type="checkbox"/> Notice of Intent | <input type="checkbox"/> Acidize | <input type="checkbox"/> Deepen | <input type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-Off |
| <input checked="" type="checkbox"/> Subsequent Report | <input type="checkbox"/> Alter Casing | <input type="checkbox"/> Fracture Treat | <input type="checkbox"/> Reclamation | <input type="checkbox"/> Well Integrity |
| <input type="checkbox"/> Final Abandonment Notice | <input type="checkbox"/> Casing Repair | <input type="checkbox"/> New Construction | <input type="checkbox"/> Recomplete | <input checked="" type="checkbox"/> Other |
| | <input type="checkbox"/> Change Plans | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon | Production Start-up |
| | <input type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug Back | <input type="checkbox"/> Water Disposal | |

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomple horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recomple in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

On 7/8/14, PT 5-1/2" csg to 4000 psi-OK. Perfed Yeso @ MD3370', 75', 80', 85', 90', 95', 3400', 05', 10', 15', 20', 25', 30', 35', 40', 45', 50', 55', 60', 65', 70', 75', 80', 85', 90', 95', 3500', 05', 10', 15', 17' w/1-0.41" spf. Total 31 holes. On 7/16/14, treated perfs w/3056 gal 15% HCL acid & fraced w/79,941# 16/30 brady & 42,940# 16/30 resin coated sand in 25# X-linked gel. On 7/17/14, MIRUSU. CO after frac to MDPBTD3526'. On 7/18/14, landed 2-7/8" 6.5# J-55 tbg @ MD3485'. Ran pump & rods. Released completion rig on 7/18/14.

ARD 11/21/14
Accepted for record
NMOC

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| 14. I hereby certify that the foregoing is true and correct. | |
| Electronic Submission #253879 verified by the BLM Well Information System For LRE OPERATING LLC, sent to the Carlsbad Committed to AFMSS for processing by DINAH NEGRETE on 11/08/2014 (15DCN0022SE) | |
| Name (Printed/Typed) MIKE PIPPIN | Title PETROLEUM ENGINEER |
| Signature (Electronic Submission) | Date 07/21/2014 |
| THIS SPACE FOR FEDERAL OR STATE OFFICE USE | |
| Approved By _____ | Title _____ |
| Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon. | Office _____ |
| Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction. | |