

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

Form C-103  
Revised July 18, 2013

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

|   |
|---|
| WELL API NO.<br>30-015-42367  |
| 5. Indicate Type of Lease<br>STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> |
| 6. State Oil & Gas Lease No.  |
| 7. Lease Name or Unit Agreement Name<br><b>WELCH RL STATE</b>                                       |
| 8. Well Number #20  |
| 9. OGRID Number 281994  |
| 10. Pool name or Wildcat<br>Artesia, Glorieta-Yeso (96830)  |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc.)<br>3623' GL                                      |

**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 ☐

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 E : 1650 feet from the North line and 420 feet from the West line  
Section 28 Township 17-S Range 28-E NMPM Eddy County

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 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"/>            |   |   |  |
| CLOSED-LOOP SYSTEM <input checked="" type="checkbox"/> |   |   |  |
| OTHER: <input type="checkbox"/>                        |   | OTHER: Completion <input checked="" 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.

On 11/24/14, PT 5-1/2" csg to 4000 psi-OK. Perfed Yeso @ 3426', 29', 32', 35', 38', 41', 44', 47', 50', 53', 56', 59', 62', 65', 68', 71', 74', 77', 80', 83', 86', 89', 92', 95', 98', 3501', 04', 07', 10', w/1-0.41" spf. Total 29 holes. On 12/4/14, treated perfs w/1500 gal 15% HCL acid & fraced Yeso w/30,173# 100 mesh & 253,302# 40/70 Arizona sand in slick water.

On 12/5/14, MIRUSU. CO after frac to PBTD3558'. On 12/8/14, landed ESP on 2-7/8" 6.5# J-55 tbg @ 3239'. Released completion rig on 12/9/14.

Spud Date: 11/16/14

Drilling Rig Release Date: 11/20/14

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 12/9/14

Type or print name Mike Pippin E-mail address: mike@pippinllc.com PHONE: 505-327-4573  
**For State Use Only**

APPROVED BY: [Signature] TITLE Dist H Supervisor DATE 12/11/2014  
Conditions of Approval (if any):

NM OIL CONSERVATION  
ARTESIA DISTRICT

DEC 10 2014

RECEIVED