

Submit To Appropriate District Office Two Copies <b>District I</b> 1645 N. French Dr., Hobbs, NM 88240 <b>District II</b> 1301 W. Grand Avenue, Artesia, NM 88210 <b>District III</b> 1000 Rio Brazos Rd., Aztec, NM 87410 <b>District IV</b> 1220 S. St. Francis Dr., Santa Fe, NM 87505		<b>State of New Mexico</b> <b>Energy, Minerals and Natural Resources</b>  <b>Oil Conservation Division</b> <b>1220 South St. Francis Dr.</b> <b>Santa Fe, NM 87505</b>		<b>Form C-105</b> July 17, 2008									
				1. WELL API NO. <b>30-015-42726</b>									
				2. Type of Lease <input checked="" type="checkbox"/> STATE <input type="checkbox"/> FEE <input type="checkbox"/> FED/INDIAN									
				3. State Oil & Gas Lease No.									
<b>WELL COMPLETION OR RECOMPLETION REPORT AND LOG</b>													
4. Reason for filing: <input checked="" type="checkbox"/> <b>COMPLETION REPORT</b> (Fill in boxes #1 through #31 for State and Fee wells only) <input type="checkbox"/> <b>C-144 CLOSURE ATTACHMENT</b> (Fill in boxes #1 through #9, #15 Date Rig Released and #32 and/or #33; attach this and the plat to the C-144 closure report in accordance with 19.15.17.13.K NMAC)				5. Lease Name or Unit Agreement Name <b>STALEY STATE</b>									
				6. Well Number: <b>#29</b> <b>NM OIL CONSERVATION</b> ARTESIA DISTRICT									
7. Type of Completion: <input checked="" type="checkbox"/> NEW WELL <input type="checkbox"/> WORKOVER <input type="checkbox"/> DEEPENING <input type="checkbox"/> PLUGBACK <input type="checkbox"/> DIFFERENT RESERVOIR <input type="checkbox"/> OTHER				<b>DEC 15 2014</b>									
8. Name of Operator: <b>LRE OPERATING, LLC</b>				9. OGRID: 281994									
10. Address of Operator: c/o Mike Pippin LLC, 3104 N. Sullivan, Farmington, NM 87401				<b>RECEIVED</b>									
12. Location <b>Surface:</b> <b>BH:</b>		Unit Ltr <b>O</b>	Section <b>30</b>	Township <b>17-S</b>	Range <b>28-E</b>								
		Feet from the <b>505</b>	N/S Line <b>South</b>	Feet from the <b>2140</b>	E/W Line <b>East</b>								
			County <b>Eddy</b>										
13. Date Spudded <b>11/22/14</b>	14. Date T.D. Reached <b>11/27/14</b>	15. Date Drilling Rig Released <b>11/29/14</b>		16. Date Completed (Ready to Produce) <b>12/12/14</b>									
17. Elevations (DF and RKB, RT, GR, etc.): <b>3639' GR</b>													
18. Total Measured Depth of Well <b>5100'</b>		19. Plug Back Measured Depth <b>5018'</b>		20. Was Directional Survey Made? <b>Yes</b>									
		21. Type Electric and Other Logs Run <b>Casing Hole Neutron</b>											
22. Producing Interval(s), of this completion - Top, Bottom, Name <b>3684'-4008' - Yeso, 4118'-4456' - Yeso, 4648'-4968' - Yeso</b>													
<b>23. CASING RECORD (Report all strings set in well)</b>													
CASING SIZE	WEIGHT LB./FT.	DEPTH SET	HOLE SIZE	CEMENTING RECORD	AMOUNT PULLED								
8-5/8"	24# J-55	417'	11"	250 sx CI C	0'								
5-1/2"	17# J-55	5076'	7-7/8"	330 sx 35/65 Poz/C	0'								
				+ 625 sx C									
<b>24. LINER RECORD</b>			<b>25. TUBING RECORD</b>										
SIZE	TOP	BOTTOM	SACKS CEMENT	SCREEN	PACKER SET								
				2-7/8"	3521'								
26. Perforation record (interval, size, and number) Yeso: 3684'-4008', 29-0.41" holes Yeso: 4118'-4456', 30-0.41" holes Yeso: 4648'-4968', 30-0.41" holes			27. ACID, SHOT, FRACTURE, CEMENT, SQUEEZE, ETC. <table border="1" style="width:100%; border-collapse: collapse;"> <tr> <th>DEPTH INTERVAL</th> <th>AMOUNT AND KIND MATERIAL USED</th> </tr> <tr> <td>3684'-4008'</td> <td>1532 gals 7.5% HCL; fraced w/30,591# 100 mesh &amp; 234,002# 40/70 Arizona sand in slick water.</td> </tr> <tr> <td>4118'-4456'</td> <td>1529 gals 7.5% HCL; fraced w/30,191# 100 mesh &amp; 236,644# 40/70 Arizona sand in slick water.</td> </tr> <tr> <td>4648'-4968'</td> <td>1499 gals 7.5% HCL; fraced w/29,324# 100 mesh &amp; 239,047# 40/70 Arizona sand in slick water.</td> </tr> </table>			DEPTH INTERVAL	AMOUNT AND KIND MATERIAL USED	3684'-4008'	1532 gals 7.5% HCL; fraced w/30,591# 100 mesh & 234,002# 40/70 Arizona sand in slick water.	4118'-4456'	1529 gals 7.5% HCL; fraced w/30,191# 100 mesh & 236,644# 40/70 Arizona sand in slick water.	4648'-4968'	1499 gals 7.5% HCL; fraced w/29,324# 100 mesh & 239,047# 40/70 Arizona sand in slick water.
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<b>28. PRODUCTION</b>													
Date First Production <b>READY</b>		Production Method (Flowing, gas lift, pumping - Size and type pump) <b>Pumping</b>		Well Status (Prod. or Shut-in) <b>Pumping</b>									
Date of Test Within 30 days	Hours Tested	Choke Size	Prod'n For Test Period:	Oil - Bbl	Gas - MCF								
Flow Tubing Press.	Casing Pressure	Calculated 24-Hour Rate	Oil - Bbl.	Gas - MCF	Water - Bbl.								
29. Disposition of Gas (Sold, used for fuel, vented, etc.) <b>To Be Sold</b>					30. Test Witnessed By: <b>Jerry Smith</b>								
31. List Attachments													
32. If a temporary pit was used at the well, attach a plat with the location of the temporary pit.													
33. If an on-site burial was used at the well, report the exact location of the on-site burial:													
Latitude		Longitude		NAD 1927 1983									
I hereby certify that the information shown on both sides of this form is true and complete to the best of my knowledge and belief													
Signature <i>Mike Pippin</i>		Printed Name <b>Mike Pippin</b>		Title: <b>Petroleum Engineer</b> Date: <b>12/12/14</b>									
E-mail Address: <b>mike@pippinllc.com</b>													

**STALEY STATE #29 -- New Well**

INDICATE FORMATION TOPS IN CONFORMANCE WITH GEOGRAPHICAL SECTION OF STATE

## OIL OR GAS SANDS OR ZONES

No. 3, from.....to.....  
No. 4, from.....to.....

**Include data on rate of water inflow and elevation to which water rose in hole.**

LITHOLOGY RECORD (Attach additional sheet if necessary)

From	To	Thickness In Feet	Lithology
			- On File -