

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. 30-015-39996
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 ENRON STATE
8. Well Number #17
9. OGRID Number 281994
10. Pool name or Wildcat Artesia, Glorieta-Yeso (96830)

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 C : 230 feet from the NORTH line and 2420 feet from the WEST line
Section 32 Township 17-S Range 28-E NMPM Eddy County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3703' 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: ☐

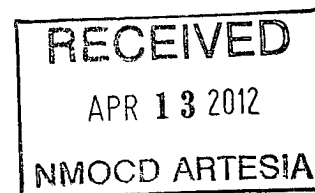
SUBSEQUENT REPORT OF:

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

OTHER: 1st Delivery & IP Test ☒

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.

This Yeso oil well was 1st delivered on 3/30/12 with its IP Test on 4/10/12 for 58 BOPD, 119 MCF/D, & 453 BWPD.



Spud Date: 3/5/12

Drilling Rig Release Date: 3/12/12

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 4/12/12
Type or print name Mike Pippin E-mail address: mike@pippinllc.com PHONE: 505-327-4573

For State Use Only

APPROVED BY: DR Dade TITLE Dr. P. S. S. S. DATE 04/16/12

Conditions of Approval (if any):

API #: 30-015-39996

RECEIVED

APR 13 2012

NMOCD ARTESIA

WELL NAME AND NUMBER Enron State No. 17

LOCATION Section 32, T17S, R28E, Lot C, 230 FNL, 2420 FWL, Eddy County

OPERATOR Lime Rock Resources

DRILLING CONTRACTOR United Drilling, Inc.

The undersigned hereby certifies that he is an authorized representative of the drilling contractor who drilled the above described well and had conducted deviation test and obtained the following results:

Degrees @ Depth	Degrees @ Depth	Degrees @ Depth
.8° @ 236'	9.3° @ 1661'	.3° @ 2572'
.6° @ 420'	8.4° @ 1724'	.4° @ 2667'
2.0° @ 718'	7.9° @ 1784'	.4° @ 2760'
2.7° @ 749'	7.1° @ 1850'	.4° @ 2855'
3.0° @ 781'	6.2° @ 1913'	.6° @ 2949'
4.1° @ 844'	5.3° @ 1976'	.5° @ 3044'
5.3° @ 905'	5.3° @ 2039'	.6° @ 3138'
6.5° @ 968'	4.7° @ 2102'	.5° @ 3232'
7.9° @ 1030'	4.3° @ 2163'	.7° @ 3326'
10.7° @ 1219'	3.5° @ 2226'	.6° @ 3420'
11.3° @ 1282'	2.7° @ 2289'	1.1° @ 3515'
10.8° @ 1346'	3° @ 2415'	.7° @ 3798'
10.8° @ 1408'	2.3° @ 2446'	.7° @ 3892'
11.7° @ 1472'	1.3° @ 2478'	.6° @ 3987'
11.6° @ 1535'	.6° @ 2509'	
10.4° @ 1598'	.4° @ 2541'	

Drilling Contractor- UNITED DRILLING, INC.

By: Angel Salazar
(Angel Salazar)

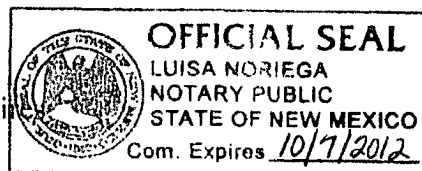
Title: Vice President

Subscribed and sworn to before me this 13th day of March, 2012.

Luisa Noriega
Notary Public

Chaves NM
County State

My Commission Expires



API #: 30-015-39996

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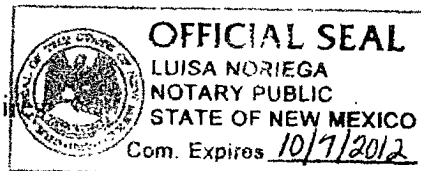
Drilling Contractor- UNITED DRILLING, INC.

By: Angel Salazar
(Angel Salazar)

Title: Vice President

Subscribed and sworn to before me this 13th day of March, 2012.

My Commission Expires



Luisa Noriega
Notary Public
Chaves NM
County State