

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. 30-015-36253
5. Indicate Type of Lease STATE ☒ FEE ☐
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name STALEY STATE
8. Well Number #7
9. OGRID Number 281994
10. Pool name or Wildcat Red Lake, Glorieta-Yeso NE (96836)

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 I : 1750 feet from the SOUTH line and 990 feet from the EAST line Section 30 Township 17-S Range 28-E NMPM Eddy County	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3604' GL	

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK ☐	PLUG AND ABANDON ☐	REMEDIAL WORK ☐	ALTERING CASING ☐
TEMPORARILY ABANDON ☐	CHANGE PLANS ☐	COMMENCE DRILLING OPNS. ☐	P AND A ☐
PULL OR ALTER CASING ☐	MULTIPLE COMPL ☐	CASING/CEMENT JOB ☒	
DOWNHOLE COMMINGLE ☐			
OTHER: ☐		OTHER: Deepen & Run & Cmt 4" Liner ☒	

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.

7/26/12: MIRUSU. TOH w/rods, pump, & tbq. W/5-1/2" pkr on 2-7/8" tbq set @ 2511', PT annulus to 1000 psi-OK. Set 5-1/2" pkr on 2-7/8" tbq @ 2996' w/EOT @ 3028' & SQ Yeso perfs 3323'-3515' w/400 sx cmt. Drilled out SQ to 3522' & PT 5-1/2" csg & SQed perfs to 500 psi-OK. Drilled new 4-3/4" hole from 5-1/2" csg shoe to 4726' on 8/8/12. Ran open hole logs in deepened new hole. Set 4" 10.8# L-80 liner 4726'-3284'. Cmted 4" liner w/75 sx "C" cmt w/2% PF-13 & 1/8# PF-29. Circ 6 sx cmt from top of liner & drilled out 12 sx that fell into liner. We plan to complete in the same zone Yeso pool.

Spud Date: 6/9/03

Drilling Rig Release Date: 6/19/08

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 8/17/12

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

APPROVED BY: T. C. Shepard TITLE Geologist DATE 8/28/2012
Conditions of Approval (if any):

