

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

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.)		WELL API NO. 30-015-37673
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator LRE OPERATING, LLC.		6. State Oil & Gas Lease No.
3. Address of Operator c/o Mike Pippin LLC, 3104 N. Sullivan, Farmington, NM 87401		7. Lease Name or Unit Agreement Name STALEY STATE
4. Well Location Unit Letter <u>N</u> : <u>330</u> feet from the <u>SOUTH</u> line and <u>1650</u> feet from the <u>WEST</u> line Section <u>30</u> Township <u>17-S</u> Range <u>28-E</u> NMPM <u>Eddy</u> County		8. Well Number <u>#12</u>
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3633' GL		9. OGRID Number <u>281994</u>
		10. Pool name or Wildcat: (96836) Red Lake, Glorieta-Yeso NE

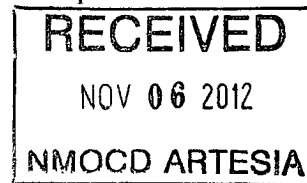
12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

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"/>			
OTHER: <input type="checkbox"/>		OTHER: <u>Payadd Workover</u> <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 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

LRE Operating performed a Yeso payadd workover as follows: On 10/17/12, MIRUSU. TOH w/rods, pump, & tbg. Set 5-1/2" CBP @ 3600'. PT CBP & 5-1/2" csg to 4000 psi-OK. Perfed additional Yeso @ 3285', 91', 95', 3303', 17', 37', 40', 50', 63', 70', 75', 80', 85', 96', 3405', 13', 20', 25', 30', 34', 40', 52', 60', 65', 70', 75', 80', 85', 90', 95', 3504', 10', 15', 20', 25', 30', 35', 40', 43' w/1-0.42 spf. Total 39 holes. Treated new perfs w/2500 gal 7.5% HCL acid & 59 perf balls. On 10/18/12, fraced w/75,284# 16/30 Brady & 19,583# 16/30 siber prop sand in X-linked gel. Drilled out CBP @ 3600' & CO to 7428'. On 10/19/12, landed 2-7/8" 6.5# J-55 tbg @ 4675'. Ran pump & rods. Released completion rig on 10/20/12. Resume production from the Red Lake, Glorieta-Yeso NE pool.

Existing perfs before workover: 3623'-4598'.



Spud Date: 5/24/10 Drilling Rig Release Date: 6/12/10

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 10/31/12

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

For State Use Only

APPROVED BY RL Dade TITLE DIST II Supervisor DATE 11/07/2012
Conditions of Approval (if any):