Submit 3 Copies To Appropriate District Office	State of New Mexico Energy, Minerals and Natural Resources		Form C-103 June 19, 2008
District I 1625 N. French Dr., Hobbs, NM 88240	Elicigy, Minerals and Natu	irai Resources	WELL API NO.
District II 1301 W. Grand Ave., Artesia, NM 88210	OIL CONSERVATION DIVISION		30-015-40981
District III	1220 South St. Francis Dr.		5. Indicate Type of Lease STATE FEE
1000 Rio Brazos Rd., Aztec, NM 87410 District IV	Santa Fe, NM 87	7505	6. State Oil & Gas Lease No.
1220 S. St. Francis Dr., Santa Fe, NM			o. State on & Gas Deade 110.
SUNDRY NOT	ICES AND REPORTS ON WELLS		7. Lease Name or Unit Agreement Name
(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.)		UG BACK TO A	AID 24 STATE
1. Type of Well: Oil Well	Gas Well Other		8. Well Number #20
2. Name of Operator			9. OGRID Number 281994
LRE OPERATING, LLC			
3. Address of Operator			10. Pool name or Wildcat
c/o Mike Pippin LLC, 3104 N. Sullivan, Farmington, NM 87401			Empire, Glorieta-Yeso (96210)
4. Well Location			
Unit Letter J: 1660 feet from the SOUTH line and 1650 feet from the EAST line			
Section 24 Township 17-S Range 28-E NMPM Eddy County			
11. Elevation (Show whether DR, RKB, RT, GR, etc.)			
3686' 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 WOR			
TEMPORARILY ABANDON	-		
		CASING/CEMENT	
DOWNHOLE COMMINGLE	_		L
OTHER:		OTHER: Spud 8	2 Coolings
	oleted operations (Clearly state all		R Casings 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.			
Spud well on 2/14/13. Drilled 12-1/4" hole to 500'. Landed 8-5/8" 24# J-55 csg @ 498'. Cmted w/375 sx (506 cf) "C" cmt w/2% Cacl2,			
0.005% static free, & 0.25# CF. Circ 201 sx cmt to surface. On 2/16/13, PT 8-5/8" csg to 800 psi for 30 min-OK.			
Drilled 7-7/8" hole from 8-5/8" csg shoe to 5419' on 2/24/13. Ran open hole logs. On 2/25/13, landed 5-1/2" 17# J-55 csg @ 5419'.			
Cmted lead w/380 sx (722 cf) 35/65 poz "C" cmt w/0.25#/sx CF, 5% salt, 5# LCM-1 & 0.55% R-3. Tailed w/675 sx (898 cf) "C" cmt			
w/0.2% CD-32, 0.25#/sx CF, & 0.25% R-3. Circ 118 sx cmt to pit. Released drilling rig on 2/25/13. Plan to pressure test the 5-1/2" csg before completion operations.			
before completion operations.			
Spud Date: 2/14/13		g Rig Release Date	
I hereby certify that the information above is true and complete to the best of my knowledge and belief.			
SIGNATURE Miles	TITLE Petrol	eum Engineer - Agen	t DATE <u>2/26/13</u>
Type or print name <u>Mike Pippin</u>	E-mail address:	mike@pippinllc	.com PHONE: <u>505-327-4573</u>
For State Use Only	4	α	<i>i</i> .
APPROVED BY:	title 1/1	TH JURWIS	∩ DATE 3/1/13
Conditions of Approval (if any):			

RECEIVED
FEB 2 8 2013
NMOCD ARTESIA

Sue)