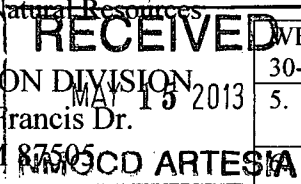


Submit 3 Copies To Appropriate District Office
District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-103
June 19, 2008



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. 30-015-41079
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		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 AID 24 STATE
4. Well Location Unit Letter <u>J</u> : <u>2160</u> feet from the <u>SOUTH</u> line and <u>2270</u> feet from the <u>EAST</u> line Section <u>24</u> Township <u>17-S</u> Range <u>28-E</u> NMPM Eddy County		8. Well Number #22
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3690' GL		9. OGRID Number <u>281994</u>
		10. Pool name or Wildcat Empire, Glorieta-Yeso (96210)

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: Completion ☒

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.

On 4/6/13, PT 5-1/2" csg to 5000 psi for 30 min-OK. Perfed lower Yeso @ MD4828', 44', 58', 70', 76', 87', 96', 4904', 10', 20', 30', 39', 50', 60', 68', 79', 88', 94', 5004', 13', 24', 32', 40', 47', 57', 63', 74', 84', 96', 5100' w/1-0.34" spf. Total 30 holes. Treated w/3000 gal 15% HCL acid & 45 perf balls. On 4/11/13, fraced lower Yeso w/59,915# 16/30 Brady & 17,753# 16/30 siber prop sand in X-linked gel.

Set 5-1/2" CBP @ MD4805'. PT csg & CBP to 4000 psi-OK. Perfed middle Yeso @ MD4468', 74', 80', 90', 4507', 13', 32', 38', 50', 58', 74', 86', 4600', 10', 20', 30', 40', 50', 60', 70', 80', 92', 98', 4706', 14', 20', 26', 36', 44', 54', 58' 66' w/1-0.34" spf. Total 32 holes. Treated perfs w/3000 gal 15% HCL acid & 48 perf balls. Fraced w/60,664# 16/30 Brady & 18,918# 16/30 siber prop sand in X-linked gel.

Set 5-1/2" CBP @ MD4440'. PT csg to 4000 psi-OK. Perfed upper Yeso @ MD4130, 40', 50', 59', 74', 82', 90', 4204', 12', 20', 28', 34', 44', 48', 54', 60', 76', 84', 4300', 32', 42', 52', 60', 70', 78', 92', 98', 4414' w/1-0.34" spf. Total 28 holes. Treated perfs w/3000 gal 15% HCL acid & 42 perf balls. Fraced w/56,326# 16/30 Brady & 15,902# 16/30 siber prop sand in X-linked gel.

Set 5-1/2" CBP @ MD4090'. PT csg to 4000 psi-OK. Perfed upper Yeso @ MD3770', 75', 80', 85', 90', 95', 3800', 05', 10', 15', 20', 25', 30', 35', 40', 45', 50', 55', 60', 65', 70', 75', 80', 85', 90', 95', 4000', 05', 10', 15', 20', 25', 30', 35', 40', 48' w/1-0.34" spf. Total 56 holes. Treated perfs w/3000 gal 15% HCL acid & 84 perf balls. Fraced w/66,839# 16/30 Brady & 19,346# 16/30 Siber prop sand in X-linked gel.

On 4/12/13, MIRUSU. Drilled CBPs @ MD4090', 4440' & 4805' & CO to PBTD5360'. On 4/15/13, landed 2-7/8" 6.5# J-55 tbg @ MD5207'. Ran pump & rods. Released completion rig on 4/16/13.

Bottom Hole Location: 2303' FSL & 2251' FEL Sec 24 T17S R28E.

Spud Date: 3/29/13

Drilling Rig Release Date: 4/5/13

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE

Type or print name Mike Pippin

For State Use Only

TITLE Petroleum Engineer - Agent

E-mail address: mike@pippinllc.com

DATE 5/14/13

PHONE: 505-327-4573

APPROVED BY

Conditions of Approval (if any):

TITLE Sr. Supervisor

DATE 5/16/2013