

Submit 1 Copy To Appropriate District Office  
 District I - (575) 393-6161  
 1625 N. French Dr., Hobbs, NM 88240  
 District II - (575) 748-1283  
 811 S. First St., Artesia, NM 88210  
 District III - (505) 334-6178  
 1000 Rio Brazos Rd., Aztec, NM 87410  
 District IV - (505) 476-3460  
 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
 Energy, Minerals and Natural Resources

Form C-103  
 Revised July 18, 2013

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. 30-015-38234
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 <b>LRE OPERATING, LLC</b>		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 <b>ANTHONEY</b>
4. Well Location Unit Letter <u>P</u> : <u>430</u> feet from the <u>South</u> line and <u>800</u> feet from the <u>East</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>2</u>
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3644' GL		9. OGRID Number <u>281994</u>
10. Pool name or Wildcat Red Lake, Glorieta-Yeso NE (96836) Red Lake, Queen-Grayburg-San Andres (51300)		

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"/>			
CLOSED-LOOP SYSTEM <input checked="" type="checkbox"/>			
OTHER: <input type="checkbox"/>		OTHER: <u>Recompleted to San Andres</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 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

On 4/7/14, MIRUSU. TOH w/rods, pump, & tbg. Set 5-1/2" CBP @ 3220' & PT 5-1/2" csg & CBP to 3500 psi for 15 min-OK. Perfed Lower SA @ 2900', 10', 20', 30', 40', 50', 60', 70', 80', 90', 3000', 10', 20', 30', 40', 50', 60', 70', 80', 90', 3100', 10', 20', 30', 40', 50', 60', 70', 80', 90', 3200' w/1-0.41" spf. Total 31 holes. On 4/10/14, treated perms w/1485 gal 15% HCL acid & fraced w/29,427# 100 mesh & 255,117# 40/70 Wisconsin sand in slick water. Set 5-1/2" CBP @ 2875' & PT to 3500 psi-OK. Perfed Upper SA @ 2550', 60', 70', 80', 90', 2600', 10', 20', 30', 40', 50', 60', 70', 80', 90', 2700', 10', 20', 30', 40', 50', 60', 70', 80', 90', 2800', 10', 20', 30', 40', 50' w/1-0.41" spf. Total 31 holes. Treated w/1539 gal 15% HCL acid & fraced w/32,248# 100 mesh & 257,398# 40/70 Wisconsin sand in slick water. CO after frac, drilled CBP @ 2875' & CO to CBP @ 3220'. On 4/14/14, landed ESP on 2-7/8" 6.5# J-55 tbg @ 2534'. Released completion rig on 4/15/14.

Following a test of the SA, we plan to drill out the CBP @ 3220' & DHC w/the existing Yeso perms (3235'-4719') as per DHC order ART-2609-R.

Spud Date: 2/1/11 Drilling Rig Release Date: 2/17/11

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 4/15/14

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

APPROVED BY: [Signature] TITLE Dist. Eng. Supervisor DATE 4/16/2014  
 Conditions of Approval (if any):

