

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. 30-015-41063
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name STALEY STATE
8. Well Number #22
9. OGRID Number 281994
10. Pool name or Wildcat Red Lake, Glorieta-Yeso NE (96836)
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3593' GL

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 J : 2310 feet from the SOUTH line and 2175 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.)  
3593' GL

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 Page#1 ☒

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 5/13/13, PT 5-1/2" csg to 5000 psi for 30 min-OK. Perfed lower Yeso @ 4290', 96', 4316', 22', 30', 40', 62', 68', 84', 99', 4414', 26', 36', 50', 56', 70', 80', 90', 4500', 10', 18', 28', 40', 50' w/1-0.38" spf. Total 24 holes. Treated w/3000 gal 15% HCL acid & 36 perf balls. On 5/20/13, fraced lower Yeso w/56,341# 16/30 Barry White & 25,012# 16/30 resin coated sand in 20# X-linked gel.

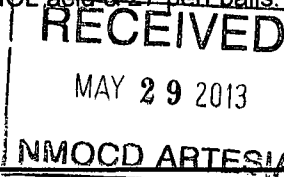
Set 5-1/2" CBP @ 4255'. PT csg & CBP to 4000 psi-OK. Perfed middle Yeso @ 3922', 30', 42', 50', 60', 70', 80', 90', 4000', 14', 26', 36', 47', 58', 72', 86', 4100', 12', 20', 30', 44', 50', 68', 76', 84', 94', 4208', 10', 32', 40' w/1-0.38" spf. Total 30 holes. Treated perfs w/3200 gal 15% HCL acid & 45 perf balls. Fraced w/72,346# 16/30 Barry White & 25,287# 16/30 resin coated sand in 20# X-linked gel.

Set 5-1/2" CBP @ 3890'. PT csg to 4000 psi-OK. Perfed upper Yeso @ 3700', 10', 20', 30', 40', 50', 60', 70', 78', 86', 96', 3808', 20', 30', 38', 51', 63', 72' w/1-0.38" spf. Total 18 holes. Treated perfs w/2000 gal 15% HCL acid & 27 perf balls. Fraced w/57,196# 16/30 Barry White & 20,397# 16/30 resin coated sand in 20# X-linked gel.

Continued on Page #2.

Spud Date: 5/4/13

Drilling Rig Release Date: 5/9/13



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 5/27/13  
Type or print name Mike Pippin E-mail address: mike@pippinllc.com PHONE: 505-327-4573  
For State Use Only

APPROVED BY: Dr. H. Supewiser TITLE Dr. H. Supewiser DATE 5/29/2013  
Conditions of Approval (if any):

QW

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Continued from Page #1

Set 5-1/2" CBP @ 3668'. PT csg to 4000 psi-OK. Perfed upper Yeso @ 3520', 30', 36', 44', 64', 72', 78', 84', 94', 3600', 08', 14', 20', 26', 34', 42', 50', 56', w/1-0.38" spf. Total 18 holes. Treated perfs w/1500 gal 15% HCL acid & 27 perf balls. Fraced w/48,074# 16/30 Barry White & 20,490# 16/30 resin coated sand in 20# X-linked gel.

Set 5-1/2" CBP @ 3496'. PT csg to 4000 psi-OK. Perfed upper Yeso @ 3305', 10', 15', 20', 25', 30', 35', 40', 45', 50', 55', 60', 65', 70', 75', 80', 85', 90', 95', 3400', 05', 10', 15', 20', 25', 30', 35', 40', 45', 50', 55', 60', 65', 70', 75', 80', 85' w/1-0.38" spf. Total 37 holes. Treated perfs w/2429 gal 15% HCL acid & 56 perf balls. Fraced w/67,018# 16/30 Barry White & 26,500# 16/30 resin coated sand in 25# X-linked gel.

On 5/22/13, MIRUSU. Drilled CBPs @ 3496', 3668', 3890', & 4255' & CO to PBTD4952'. On 5/23/13, landed 2-7/8" 6.5# J-55 tbg @ 4639'. Ran pump & rods. Released completion rig on 5/24/13.

Spud Date: 5/4/13

Drilling Rig Release Date: 5/9/13

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 5/27/13  
Type or print name Mike Pippin E-mail address: mike@pippinllc.com PHONE: 505-327-4573

For State Use Only

APPROVED BY: (see p.1) TITLE \_\_\_\_\_ DATE \_\_\_\_\_  
Conditions of Approval (if any): \_\_\_\_\_

