

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

WELL API NO. 30-015-38512
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 ENRON STATE
8. Well Number #16
9. OGRID Number 281994
10. Pool name or Wildcat Red Lake, Glorieta-Yeso NE (96836) Red Lake, Queen-Grayburg-San Andres (51300)
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3636' 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 D(Lot#1) : 990 feet from the North line and 940 feet from the West line
 Section 31 Township 17-S Range 28-E NMPM Eddy County

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 checked="" type="checkbox"/>		OTHER: <input type="checkbox"/>	
CLOSED-LOOP SYSTEM <input checked="" type="checkbox"/>			
OTHER: <u>Recomplete to San Andres & DHC</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.

LRE would like to recomplete into the San Andres & DHC with the existing Yeso as follows: MIRUSU. TOH w/rods, pump, & tbg. Set a CBP @ 3180 (above existing Yeso perfs @ 3215'-3546'). PT 5-1/2" csg & CBP to 3500 psi. Perf lower San Andres @ ~2752'-3035' w/ ~34 holes. Stimulate with ~3000 gal 15% HCL acid & frac w/ ~91,000# 16/30 sand in 20# X-linked gel.
 Set a 5-1/2" CBP @ ~2731' & PT csg & CBP to ~3500 psi. Perf middle San Andres @ ~2400'-2711' w/ ~36 holes. Stimulate with ~3200 gal 15% HCL acid & frac w/ ~97,000# 16/30 sand in 20# X-linked gel.
 Set a 5-1/2" CBP @ ~2385' & PT csg & CBP to ~3500; psi. Perf upper San Andres @ ~2120'-2371' w/ ~32 holes. Stimulate with ~3200 gal 15% HCL acid & frac w/ ~83,000# 16/30 sand in 20# X-linked gel.
 CO after frac & drill out CBPs @ 2385', 2731', & 3180' & CO to ~PBTD @ 3596'. Land 2-7/8" production tbg @ ~3526'. Run pump & rods & release workover rig. Complete as a commingled Yeso / San Andres oil well. These two oil pools have a blanket DHC order (19.15.12.11E). See the attached wellbore diagram.

Spud Date: 8/11/11 Drilling Rig Release Date: 8/19/11 ART-DHC-4609-N

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 10/10/13

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

APPROVED BY: R Wade TITLE Dist. Supervisor DATE 10/16/13

Conditions of Approval (if any):

