

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
NM OIL CONSERVATION

Form C-103
 June 19, 2008

OIL CONSERVATION DIVISION
 1220 South St. Francis Dr.
 Santa Fe, NM 87505

RECEIVED

ARTESIA DISTRICT
 WELL API NO. 150-015-40028
 5. Indicate Type of Lease
 STATE FEE
 6. State Oil & Gas Lease No.

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 P : 540 feet from the SOUTH line and 837 feet from the EAST line
 Section 30 Township 17-S Range 28-E NMPM Eddy County

7. Lease Name or Unit Agreement Name
ANTHONEY STATE

8. Well Number #4

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.)
 3643' 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 CLOSED-LOOP SYSTEM
 OTHER:

SUBSEQUENT REPORT OF:

- REMEDIAL WORK ALTERING CASING
 COMMENCE DRILLING OPNS. P AND A
 CASING/CEMENT JOB
 OTHER: Recompleted to San Andres

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.

LRE has recompleted this Yeso oil well to the San Andres as follows: On 2/24/15, MIRUSU. TOH w/rods, pump, & tbg. Set 5-1/2" CBP @ 3240' & PT 5-1/2" csg & CBP to 4000 psi-OK. (Existing Yeso perfs are @ 3399'-4719'). Perfed lower San Andres @ 2822'-3130' w/1-0.40" spf. Total 30 holes. On 3/2/15, treated w/1500 gal 7.5% HCL acid & fraced lower San Andres w/30,080# 100 mesh & 257,546# 40/70 Ottawa sand in slick water.

Set 5-1/2" CBP @ 2754'. PT csg & CBP to 4000 psi-OK. Perfed middle San Andres @ 2322'-2670' w/1-0.40" spf. Total 35 holes. Treated perfs w/1500 gal 7.5% HCL acid & fraced w/30,760# 100 mesh & 297,365# 40/70 Ottawa sand in slick water.

Set 5-1/2" CBP @ 2250'. PT CBP & 5-1/2" csg to 4000 psi-OK. Perfed upper San Andres @ 1820'-2174' w/1-0.40" spf. Total 31 holes. Treated perfs w/1500 gal 7.5% HCL acid & fraced w/27,620# 100 mesh & 206,789# 40/70 Ottawa sand in slick water.

On 3/2/15, MIRUSU. Drilled CBPs @ 2250', 2754', & CO to CBP @ 3240'. On 3/4/15, landed 2-7/8" 6.5# J-55 tbg @ 3175'. Ran pump & rods. Released completion rig on 3/5/15. Completed the well as a single San Andres oil well. Following a test on the San Andres alone, the CBP @ 3240' will be removed and the well DHC as per State order ART-4609-U.

Bottom Hole Location is 977' FSL & 939' FEL Sec.30 T17S R28E
 Spud Date: 5/13/12 Drilling Rig Release Date: 5/26/12

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 3/20/15
 Type or print name Mike Pippin E-mail address: mike@pippinllc.com PHONE: 505-327-4573

For State Use Only

APPROVED BY: Dr. J. Spewiser TITLE Dr. J. Spewiser DATE 3/24/15
 Conditions of Approval (if any):