District I 1625 N French Dr , Hobbs, NM 88240 District.II 1301 W Grand Avenue, Artesia, NM 88210 District_III 1000 Rio Brazos Rd., Aztec, NM 87410

District IV

State of New Mexico Energy, Minerals & Natural Resources

Form C-104 Revised Feb. 26, 2007

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

Submit to Appropriate District Office 5 Copies

MENDED REPORT

1220 S. St. Francis Dr., Santa Fe, NM 87505 REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT 1 Operator name and Address ² OGRID Number LRE OPERATING, LLC 281994 c/o Mike Pippin LLC, 3104 N, Sullivan 3 Reason for Filing Code/ Effective Date Farmington, NM 87401 Recompletion to San Andres ⁴ API Number Pool Name ⁶ Pool Code 51300 Red Lake, Queen-Grayburg-San Andres 30 - 015-37248 Well Number ⁷ Property Code 8 Property Name 309876 KERSEY WILLIAMS A FEDERAL ¹⁰ Surface Location Ul or lot no. | Section | Township North/South Line Feet from the East/West line Range Lot Idn Feet from the County 17-S NORTH 990 28-E 1650 EAST **EDDY** 11 Bottom Hole Location UL or lot no. Section Township Range Lot Idn Feet from the North/South line Feet from the East/West line County 12 Lse Code Producing Method Gas Connection 15 C-129 Permit Number C-129 Effective Date 17 C-129 Expiration Date READY III. Oil and Gas Transporters 19 Transporter Name 20 O/G/W 18 Transporter OGRID and Address 34019 ConocoPhillips 0 246624 DCP Midstream, LP G 10 Desta Drive, Suite 400 West, Midland, TX JAN 19 2012 NMOCD ARTESIA IV. Well Completion Data 23 TD Spud Date ²² Ready Date PBTD ²⁶ DHC, MC 2890'-3080' 9/14/09 WO: 1/19/12 3605 CBP @ 3180' DHC-4483 ²⁷ Hole Size 28 Casing & Tubing Size 29 Depth Set 30 Sacks Cement 12-1/4" 8-5/8" 24# J-55 473' 600 7-7/8" 5-1/2" 17# 3594 750 2-7/8" tubing 2815 V. Well Test Data Date New Oil Gas Delivery Date 33 Test Date 34 Test Length 35 Tbg. Pressure Csg. Pressure READY READY 38 Oil (bbls) 37 Choke Size 39 Water (bbls) 40 Gas (MCF) 41 Test Method Pumping ⁴² I hereby certify that the rules of the Oil Conservation Division have OIL CONSERVATION DIVISION been complied with and that the information given above is true and complete to the best of my knowledge and belief Signature: Approved by: Printed name: Mike Pippin Title Petroleum Engineer - Agent Approval Date E-mail Address: mike@pippinllc com Date, 1/19/12 Phone

505-327-4573