

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. 30-015-34111
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 <b>WYLIE</b>
8. Well Number <b>#2</b>
9. OGRID Number <b>281994</b>
10. Pool name or Wildcat Red Lake, Queen-Grayburg-San Andres (51300) Artesia, Glorieta-Yeso (96830)

<b>SUNDRY NOTICES AND REPORTS ON WELLS</b> (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 <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>	
2. Name of Operator <b>LRE OPERATING, LLC</b>	
3. Address of Operator c/o Mike Pippin LLC, 3104 N. Sullivan, Farmington, NM 87401	
4. Well Location Unit Letter <b>A</b> : <b>990</b> feet from the <b>NORTH</b> line and <b>990</b> feet from the <b>EAST</b> line Section <b>28</b> Township <b>17-S</b> Range <b>28-E</b> NMPM <b>Eddy</b> County	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) <b>3641' GL</b>	

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

<b>NOTICE OF INTENTION TO:</b> PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/> DOWNHOLE COMMINGLE <input type="checkbox"/>	<b>SUBSEQUENT REPORT OF:</b> REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> P AND A <input type="checkbox"/> CASING/CEMENT JOB <input type="checkbox"/>
OTHER: <b>Open San Andres</b> <input checked="" type="checkbox"/>	OTHER: <input 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 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Lime Rock would like to open the San Andres in this existing Yeso oil well as follows:  
TOH w/rods, pump, & tbg. Set a 5-1/2" CBP above the existing Yeso perms (3341'-3499') @ about 3300'. PT 5-1/2" csg to 500-1000 psi. Perf San Andres @ about 2805'-3240'. Break down the new San Andres perms w/about 5000 gal 15% NEFE acid & frac w/about 150,000# 16/30 & 60,000# 12/20 sand in 25# X-linked gel. Clean out after frac. Run production tbg, pump & rods & initiate pumping San Andres only. The existing Yeso perms will remain shut-in below the RBP. We may apply for a commingle order in the future.

Spud Date: **5/17/06** Rig Release Date: **5/26/06**

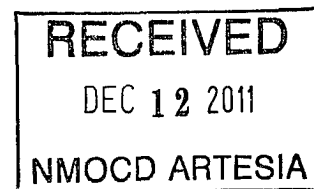
I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE: *Mike Pippin* TITLE Petroleum Engineer - Agent DATE 12/6/11

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

APPROVED BY: *T. C. Shepard* TITLE *Geologist* DATE DEC 12 2011

Conditions of Approval (if any):



*dm*

## **POWER OF ATTORNEY**

### **DESIGNATION OF AGENT**

LRE Operating, LLC hereby names the following person as its agent:

Name of Agent: Mike Pippin, Pippin LLC

Agent's Address: 3104 N. Sullivan, Farmington, NM 87401-2017

Agent's Telephone Number: (505) 327-4573

### **GRANT OF SPECIAL AUTHORITY**

LRE Operating, LLC grants its agent the authority to act for it with the respect to the following only:

1. Executing forms required to be filed with the Oil Conservation Division of the New Mexico Energy, Minerals, and Natural Resources Department.
2. Executive forms required to be filed with the Bureau of Land Management of the Department of Interior of the United States of America.

### **EFFECTIVE DATE**

This power of attorney is effective immediately.

### **RELIANCE ON THIS POWER OF ATTORNEY**

Any person, including the agent, may rely upon the validity of this power of attorney or a copy of it unless that person knows it has terminated or is invalid.

**SIGNATURE AND ACKNOWLEDGEMENT**

LRE Operating, LLC

By: [Signature]

Name: Charles Adcock

Title: Co-Chief Executive Officer

Date: 12/05/2011

Address: 1111 Bagby Street, Suite 4600, Houston, TX 77002

State of TEXAS

County of HARRIS

This instrument was acknowledged before me on December 5, 2011, by Charles Adcock,  
Co-CEO of LRE Operating, LLC acting on behalf of said limited liability corporation.

Signature of notarial officer: Leslie Bowman  
My commission expires: June 20, 2015

