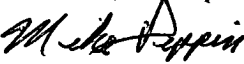


Submit To Appropriate District Office Two Copies District I 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W Grand Avenue, Artesia, NM 88210 District III 1000 Rio Brazos Rd., Aztec, NM 87410 District IV 1220 S St. Francis Dr., Santa Fe, NM 87505		<b>State of New Mexico</b> <b>Energy, Minerals and Natural Resources</b>  <b>Oil Conservation Division</b> <b>1220 South St. Francis Dr.</b> <b>Santa Fe, NM 87505</b>			<b>Form C-105</b> July 17, 2008													
1. WELL API NO. <b>30-015-40030</b>							2. Type of Lease <input checked="" type="checkbox"/> STATE <input type="checkbox"/> FEE <input type="checkbox"/> FED/INDIAN											
3. State Oil & Gas Lease No.							5. Lease Name or Unit Agreement Name <b>SOUTHERN UNION 30 G STATE</b>											
<b>WELL COMPLETION OR RECOMPLETION REPORT AND LOG</b>							6. Well Number: <b>#1</b>											
4. Reason for filing: <input checked="" type="checkbox"/> <b>COMPLETION REPORT</b> (Fill in boxes #1 through #31 for State and Fee wells only) <input type="checkbox"/> <b>C-144 CLOSURE ATTACHMENT</b> (Fill in boxes #1 through #9, #15 Date Rig Released and #32 and/or #33; attach this and the plat to the C-144 closure report in accordance with 19.15 17.13.K NMAC)																		
7. Type of Completion: <input checked="" type="checkbox"/> NEW WELL <input type="checkbox"/> WORKOVER <input type="checkbox"/> DEEPENING <input type="checkbox"/> PLUGBACK <input type="checkbox"/> DIFFERENT RESERVOIR <input type="checkbox"/> OTHER																		
8. Name of Operator: <b>LRE OPERATING, LLC</b>					9. OGRID: 281994													
10. Address of Operator: c/o Mike Pippin LLC, 3104 N Sullivan, Farmington, NM 87401					11. Pool name or Wildcat: Red Lake, Glorieta-Yeso NE (96836)													
12. Location	Unit Ltr	Section	Township	Range	Lot	Feet from the	N/S Line	Feet from the	E/W Line	County								
Surface:	G	30	17-S	28-E		2310	North	2310	East	Eddy								
BH:																		
13. Date Spudded 5/2/12	14. Date T.D. Reached 5/8/12	15. Date Drilling Rig Released 5/10/12		16. Date Completed (Ready to Produce) 6/29/12		17. Elevations (DF and RKB, RT, GR, etc.): 3579' GR												
18. Total Measured Depth of Well 5000'		19. Plug Back Measured Depth 4935'		20. Was Directional Survey Made? Yes		21. Type Electric and Other Logs Run Induction, Density/Neutron												
22. Producing Interval(s), of this completion - Top, Bottom, Name 3283'-3522'-Upper Yeso, 3575'-3869'- Upper Yeso, 3926'-4219' - Middle Yeso, MD4291'-4590' - Lower Yeso																		
<b>23. CASING RECORD (Report all strings set in well)</b>																		
CASING SIZE		WEIGHT LB./FT.		DEPTH SET		HOLE SIZE		CEMENTING RECORD		AMOUNT PULLED								
8-5/8"		24# J-55		480'		12-1/4"		300 sx CI C		0'								
5-1/2"		17# J-55		4977'		7-7/8"		350 sx 35/65 Poz/C		0'								
								+ 550 sx C										
<b>24. LINER RECORD</b>						<b>25. TUBING RECORD</b>												
SIZE	TOP	BOTTOM	SACKS CEMENT	SCREEN		SIZE	DEPTH SET		PACKER SET									
						2-7/8"	4755'											
26. Perforation record (interval, size, and number) Upper Yeso: 3283'-3522', 32 holes Upper Yeso: 3575'-3869', 35 holes Middle Yeso: 3926'-4219', 40 holes Lower Yeso: 4291'-4590', 45 holes						27. ACID, SHOT, FRACTURE, CEMENT, SQUEEZE, ETC. <table border="1" style="width:100%; border-collapse: collapse;"> <tr> <th>DEPTH INTERVAL</th> <th>AMOUNT AND KIND MATERIAL USED</th> </tr> <tr> <td>3283'-3522'</td> <td>3990 gals 7.5% HCL; fraced w/75,199# 16/30 &amp; 33,260# 16/30 Siber prop sand in X-linked gel</td> </tr> <tr> <td>3575'-3869'</td> <td>2000 gals 7.5% HCL; fraced w/83,814# 16/30 &amp; 17,500# 16/30 Siber prop sand in X-linked gel</td> </tr> <tr> <td>3926'-4219'</td> <td>2000 gals 7.5% HCL; fraced w/73,745# 16/30 &amp; 24,764# 16/30 Siber prop sand in X-linked gel</td> </tr> </table>					DEPTH INTERVAL	AMOUNT AND KIND MATERIAL USED	3283'-3522'	3990 gals 7.5% HCL; fraced w/75,199# 16/30 & 33,260# 16/30 Siber prop sand in X-linked gel	3575'-3869'	2000 gals 7.5% HCL; fraced w/83,814# 16/30 & 17,500# 16/30 Siber prop sand in X-linked gel	3926'-4219'	2000 gals 7.5% HCL; fraced w/73,745# 16/30 & 24,764# 16/30 Siber prop sand in X-linked gel
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28. <b>PRODUCTION</b> s						4291'-4590' 2000 gals 7.5% HCL, fraced w/81,515# 16/30 & 21,280# 16/30 siber prop sand in X-linked gel												
Date First Production READY		Production Method (Flowing, gas lift, pumping - Size and type pump) Pumping				Well Status (Prod. or Shut-in) Pumping												
Date of Test Within 30 days	Hours Tested	Choke Size	Prod'n For Test Period:	Oil - Bbl	Gas - MCF	Water - Bbl.	Gas - Oil Ratio											
Flow Tubing Press.	Casing Pressure	Calculated 24- Hour Rate	Oil - Bbl.	Gas - MCF	Water - Bbl.	Oil Gravity - API - (Corr.)												
29. Disposition of Gas (Sold, used for fuel, vented, etc.) To Be Sold							30. Test Witnessed By: Jerry Smith											
31. List Attachments																		
32. If a temporary pit was used at the well, attach a plat with the location of the temporary pit. 33. If an on-site burial was used at the well, report the exact location of the on-site burial:																		
Latitude					Longitude			NAD 1927 1983										
I hereby certify that the information shown on both sides of this form is true and complete to the best of my knowledge and belief																		
Signature 			Printed Name Mike Pippin		Title: Petroleum Engineer		Date: 7/2/12											
E-mail Address: mike@pippinllc.com																		

**SOUTHERN UNION 30 G STATE #1-- New Well**

INDICATE FORMATION TOPS IN CONFORMANCE WITH GEOGRAPHICAL SECTION OF STATE

## OIL OR GAS SANDS OR ZONES

No. 3, from.....to.....  
No. 4, from.....to.....

**Include data on rate of water inflow and elevation to which water rose in hole.**

LITHOLOGY RECORD (Attach additional sheet if necessary)

From	To	Thickness In Feet	Lithology
			- On File -