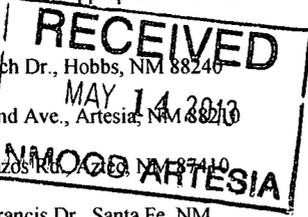


Submit 3 Copies To Appropriate District Office
 District I
 1625 N. French Dr., Hobbs, NM 88240
 District II
 1301 W. Grand Ave., Artesia, NM 88210
 District III
 1000 Rio Brazos Rd., Aztec, NM 87410
 District IV
 1220 S. St. Francis Dr., Santa Fe, NM 87505

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. 30-015-34626
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 JEFFERS 36 STATE
8. Well Number #4T
9. OGRID Number 281994
10. Pool name or Wildcat Red Lake, Glorieta-Yeso NE (96836) Red Lake, Queen-Grayburg-San Andres (51300)

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 B : 935 feet from the NORTH line and 2260 feet from the EAST line
 Section 36 Township 17-S Range 27-E NMPM Eddy County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3622' GL

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

<p>NOTICE OF INTENTION TO:</p> <p>PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/></p> <p>TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/></p> <p>PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/></p> <p>DOWNHOLE COMMINGLE <input type="checkbox"/></p> <p>OTHER: <input type="checkbox"/></p>	<p>SUBSEQUENT REPORT OF:</p> <p>REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/></p> <p>COMMENCE DRILLING OPNS. <input type="checkbox"/> P AND A <input type="checkbox"/></p> <p>CASING/CEMENT JOB <input type="checkbox"/></p> <p>OTHER: Recompleted to Yeso & Commingled w/SA <input checked="" type="checkbox"/></p>
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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 well to the Red Lake, Glorieta-Yeso NE & commingled with the existing San Andres as follows: On 4/5/13, MIRUSU. TOH w/rods, pump, & tbg. Perfed Glorieta-Yeso @ 3152', 56', 60', 63' 68' 73', 76', 92', 98', 3205', 11', 16', 19', 24', 31', 37', 41', 46', 52', 55', 59', 63', 67', 72', 77', 80', 85', 88', 92', 96', 3302', 06', 09', 16', 20', 25', 30', 36', 42', 46', 50', 56', 62', 68', 72', 78', 84', 88', 98', 3404', 09', 14', 19', 26', 38', 48', 52', 56', 62', 68', 76', 80' w/1-0.34" spf. Total 62 holes. Set 5-1/2" pkr @ 3092' on 3-1/2" 9.3# L-80 frac string. On 4/19/13, treated new perfs w/3000 gal 15% HCL acid & 93 perf balls. Fraced Glorieta-Yeso w/66,505# 16/30 Berry White & 22,905# 16/30 resin coated and in 20# X-linked gel. On 4/20/13, MIRUSU. TOH w/pkr & frac string. CO after frac to PBD3488'. On 4/22/13, landed 2-7/8" 6.5# J-55 tbg @ 3458'. Ran pump & rods. Released workover rig on 4/24/13. Completed the well as a commingled San Andres/Glorieta-Yeso oil well as per DHC-4609. After a few months of commingled production, we plan to calculate the pool allocations & submit to the District OCD. .

The existing San Andres perfs are 1884'-2868' (45 holes).

Spud Date: 5/30/06 Drilling Rig Release Date: 6/9/06

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 5/13/13

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

For State Use Only
 APPROVED BY: RDade TITLE Dist II Supervisor DATE 5/15/2013

Conditions of Approval (if any):

Handwritten initials