| Submit 3 Copies To Appropriate District   | 3 Copies To Appropriate District State of New Mexico         |                     | Form C-103  |
|---|--|---------------------|---|
| Office<br>District 1  | Energy, Minerals and Natural Resources                       |                     | June 19, 2008   |
| 1625 N. French Dr., Hobbs, NM 88240<br>District II  | OIL CONSERVATION DIVISION                                    |                     | WELL API NO.<br>30-015-40553                                |
| 1301 W. Grand Ave., Artesia, NM 88210<br>District III   | 1220 South St. Francis Dr.                                   |                     | 5. Indicate Type of Lease                                   |
| 1000 Rio Brazos Rd., Aztec, NM 87410  | Santa Fe, NM 87505   |                     | STATE FEE   |
| District IV<br>1220 S. St. Francis Dr., Santa Fe, NM<br>87505   |  |                     | 6. State Oil & Gas Lease No.                                |
| SUNDRY NOTICES AND REPORTS ON WELLS<br>(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A<br>DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH   |  |                     | 7. Lease Name or Unit Agreement Name<br>EDDY-HUMBLE 4 STATE |
| PROPOSALS.) 1. Type of Well: Oil Well Gas Well Other SWD-1345   |  |                     | 8. Well Number #1 SWD                                       |
| 2. Name of Operator<br>LRE OPERATING, LLC   |  |                     | 9. OGRID Number 281994                                      |
| 3. Address of Operator  |  |                     | 10. Pool name or Wildcat                                    |
| c/o Mike Pippin LLC, 3104 N. Sullivan, Farmington, NM 87401   |  |                     | SWD, Abo/Wolfcamp/Cisco (97967)                             |
| 4. Well Location  |  |                     |   |
| Section 4   | from the <u>SOUTH</u> line and<br>Township 18-S R            |                     | om the <u>EAST</u> line<br>MPM Eddy County                  |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc.)  |  |                     |   |
| 3665' GL  |  |                     |   |
| 12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data  |  |                     |   |
| NOTICE OF INTENTION TO:       SUBSEQUENT REPORT OF:         PERFORM REMEDIAL WORK       PLUG AND ABANDON       REMEDIAL WORK       ALTERING CASING         TEMPORARILY ABANDON       CHANGE PLANS       COMMENCE DRILLING OPNS.       P AND A         PULL OR ALTER CASING       MULTIPLE COMPL       CASING/CEMENT JOB       CASING/CEMENT JOB |  |                     |   |
| OTHER:  | П  | OTHER: Add          | ed Perfs to Injection Interval                              |
| 13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date   |  |                     |   |
|   |  |                     | ach wellbore diagram of proposed completion                 |
| On 5/16/13, MI wireline truck. Perfed<br>7720'-7900' 360-0.3  | additional injection interval as fo<br>35". Total 360 holes. | llows:              |   |
| 7330'-7350' 40-0.35". Total 40 holes.   |  |                     |   |
| Released wireline truck.  |  |                     | RECEIVED  |
| On 5/17/13 MJ wireline truck Perfed additional injection interval as follows:   |  |                     |   |
| 7210'-30' w/2-0.35" spf. Total 40 holes. MAY <b>21</b> 2013   |  |                     |   |
| 7170'-7200' w/2-0.35" spf. Total 60 holes.<br>7130'-60' w/2-0.35" spf. Total 60 holes.  |  |                     |   |
| 7130'-60' w/2-0.35" spf. Total 60 holes.  |  |                     |   |
| 7090'-7105' w/2-0.35" spf. Total 30 holes.<br>7070'-80' w/2-0.35" spf. Total 20 holes.  |  |                     |   |
| 7030'-50' w/2-0.35''  | •  |                     |   |
| 6915'-40' w/2-0.35:   |  |                     |   |
| Released wireline truck.  |  |                     |   |
| Spud Date: 8/23/12  |  | g Rig Release Date  |   |
| I hereby certify that the information ab  | ove is true and complete to the be $\wedge$                  | est of my knowledge | e and belief.   |
| SIGNATURE Multe   | Tuppen TITLE Petrole   | eum Engineer - Ager | ntDATE <u>5/20/13</u>                                       |
| Type or print name <u>Mike Pippin</u>   | E-mail address:  | mike@pippinll       | c.com PHONE: <u>_505-327-4573</u>                           |
| For State Use Only  |  |                     |   |
| APPROVED BY: (//) (If any):   | <u>N</u> TITLE U157  | Herpen              | <u>//SA</u>   |
| conditions of Approval (II ally).   |  | ,                   | 1 /   |