

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

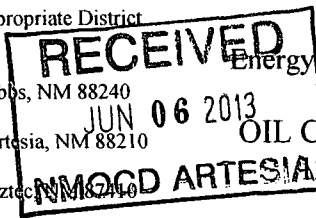
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico

Energy, Minerals and Natural Resources

Form C-103

June 19, 2008



OIL CONSERVATION DIVISION

220 South St. Francis Dr.
Santa Fe, NM 87505

WELL API NO. 30-015-41080
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 AID 24 STATE
8. Well Number #24
9. OGRID Number 281994
10. Pool name or Wildcat Empire, Glorieta-Yeso (96210)

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 K : 2420 feet from the SOUTH line and 1590 feet from the WEST lineSection 24 Township 17-S Range 28-E NMPM Eddy County11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3699' GL

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

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐
 TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
 PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐
 DOWNHOLE COMMINGLE ☐

OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
 COMMENCE DRILLING OPNS. ☐ P AND A ☐
 CASING/CEMENT JOB ☐

OTHER: Completion ☒

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.

On 5/20/13, PT 5-1/2" csg to 5000 psi for 30 min-OK. Perfed lower Yeso @ MD4836', 50', 70', 80', 96', 4900', 14', 26', 38', 50', 56', 68', 74', 84', 94', 5010', 20', 30', 42', 50', 60', 66' w/1-0.42" spf. Total 22 holes. Treated w/4000 gal 15% HCL acid & 33 perf balls.

On 5/30/13, fraced lower Yeso w/54,980# 16/30 Brady & 19,346# 16/30 siber prop sand in X-linked gel.

Set 5-1/2" CBP @ MD4792'. PT csg & CBP to 4000 psi-OK. Perfed middle Yeso @ MD4460', 74', 84', 92', 4500', 12', 22', 32', 50', 54', 66', 78', 88', 4608', 16', 34', 48', 58', 66', 74', 90' 4700', 10', 20', 30', 40', 58', 68', 78' w/1-0.42" spf. Total 29 holes. Treated perfs w/3200 gal 15% HCL acid & 44 perf balls. Fraced w/64,051# 16/30 Brady & 19,745# 16/30 siber prop sand in X-linked gel.

Set 5-1/2" CBP @ MD4430'. PT csg to 4000 psi-OK. Perfed upper Yeso @ MD4082', 90', 4100', 10', 18', 26', 38', 50', 60', 66', 80', 89', 4208', 20', 36', 46', 56', 76', 92', 4316', 20', 30', 46', 58', 70', 80', 90', 4400' w/1-0.42" spf. Total 28 holes. Treated perfs w/3200 gal 15% HCL acid & 42 perf balls. Fraced w/80,097# 16/30 Brady & 21,538# 16/30 siber prop sand in X-linked gel.

Set 5-1/2" CBP @ MD4054'. PT csg to 4000 psi-OK. Perfed upper Yeso @ MD3750', 55', 60', 65', 70', 75', 80', 85', 90', 95', 3800', 05', 10', 15', 20', 25', 30', 35', 40', 45', 50', 55', 60', 65', 70', 75', 80', 85', 90', 95', 3900', 05', 10', 15', 20', 25', 30', 35', 40', 45', 50', 55', 60', 65', 70', 75', 80', 85', 90', 95' 4000', 05', 10', 15', 20', 25', 30' w/1-0.42" spf. Total 57 holes. Treated perfs w/2982 gal 15% HCL acid & 86 perf balls. Fraced w/65,721# 16/30 Brady sand in X-linked gel.

On 5/31/13, MIRUSU. Drilled CBPs @ MD4054', 4430' & 4792' & CO to PBT5322'. On 6/1/13, landed 2-7/8" 6.5# J-55 tbg @ MD5167'. Ran pump & rods. Released completion rig on 6/3/13.

Bottom Hole Location: 2311' FSL & 1645' FWL Sec 24 T17S R28E.

Spud Date: 5/11/13

Drilling Rig Release Date: 5/20/13

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 6/3/13Type or print name Mike Pippin E-mail address: mike@pippinllc.com PHONE: 505-327-4573**For State Use Only**APPROVED BY: Dr. J. Spewer TITLE Dr. J. Spewer DATE 6/7/13

Conditions of Approval (if any):