

Submit 1 Copy To Appropriate District Office
District I - (575) 393-6161
1625 N. French Dr., Hobbs, NM 88240
District II - (575) 748-1283
811 S. First St., Artesia, NM 88210
District III - (505) 334-6178
1000 Rio Brazos Rd., Aztec, NM 87410
District IV - (505) 476-3460
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
Revised July 18, 2013

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

WELL API NO. 30-015-41066
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.

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 <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>	RECEIVED SEP 16 2013 NMOCD ARTESIA
2. Name of Operator LRE OPERATING, LLC	
3. Address of Operator c/o Mike Pippin LLC, 3104 N. Sullivan, Farmington, NM 87401	

7. Lease Name or Unit Agreement Name STALEY STATE
8. Well Number #25
9. OGRID Number 281994
10. Pool name or Wildcat Red Lake, Glorieta-Yeso NE (96836)

4. Well Location Unit Letter <u>I</u> : <u>2310</u> feet from the <u>South</u> line and <u>965</u> feet from the <u>East</u> line Section <u>30</u> Township <u>17-S</u> Range <u>28-E</u> NMPM <u>Eddy</u> County	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3597' 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 ☐
CLOSED-LOOP SYSTEM ☒
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 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

On 8/30/13, PT 5-1/2" csg to 5000 psi for 30 min-OK. Perfed lower Yeso @ 4298', 4306', 16', 28', 36', 53', 63', 76', 88', 4400', 08', 20', 36', 44', 54', 62', 70', 98', 4517', 26', 32', 40', 58', 68', 78', 84', 4600', 06' w/1-0.34" spf. Total 28 holes. On 9/5/13, treated w/3100 gal 15% HCL acid & 42 perf balls. Fraced lower Yeso w/75,429# 16/30 Arizona & 17,222# 16/30 resin coated sand in 20# X-linked gel.
Set 5-1/2" CBP @ 4264' & PT csg & CBP to 4200 psi-OK. Perfed middle Yeso @ 3900', 08', 20', 36', 44', 52', 60', 70', 82', 94', 4014', 28', 38', 50', 60', 68', 80', 90', 4100', 10', 20', 30', 42', 50', 60', 90', 4208', 20', 28' w/1-0.34" spf. Total 29 holes. Treated perfs w/3300 gal 15% HCL acid & 44 perf balls. Fraced w/80,689# 16/30 Arizona & 21,689# 16/30 resin coated sand in 20# X-linked gel.
Set 5-1/2" CBP @ 3846'. PT csg to 4000 psi-OK. Perfed upper Yeso @ 3552', 56', 62', 68', 78', 84', 94', 3612', 18', 25', 34', 54', 60', 70', 86', 96', 3702', 08', 18', 24', 34', 40', 66', 76', 98' w/1-0.34" spf. Total 25 holes. Treated perfs w/2500 gal 15% HCL acid & 38 perf balls. Fraced w/61,139# 16/30 Arizona & 19,652# 16/30 resin coated sand in 20# X-linked gel.
Set 5-1/2" CBP @ 3530'. PT csg to 4000 psi-OK. Perfed upper Yeso @ 3314', 19', 24', 29', 34', 39', 44', 49', 54', 59', 64', 69', 74', 79', 84', 89', 94', 99', 3404', 09', 14', 19', 24', 29', 34', 39', 44', 49', 54', 67', 78', 86', 98' w/1-0.34" spf. Total 33 holes. Treated perfs w/2165 gal 15% HCL acid & 50 perf balls. Fraced w/74,325# 16/30 Arizona & 19,566# 16/30 resin coated sand in 25# X-linked gel.
On 9/6/13, MIRUSU. Drilled CBPs @ 3530', 3846', & 4264' & CO to PBTD4856'. On 9/10/13, landed 2-7/8" 6.5# J-55 tbg @ 4710'. Ran pump & rods. Released completion rig on 9/11/13.

Spud Date: 8/22/13 Drilling Rig Release Date: 8/28/13

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 9/11/13

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

For State Use Only

APPROVED BY: [Signature] TITLE Dist. H. Supervisor DATE 9/13/13

Conditions of Approval (if any):