

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

**NM OIL CONSERVATION**  
State of New Mexico  
Energy, Minerals and Natural Resources  
MAR 24 2015  
**OIL CONSERVATION DIVISION**  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

Form C-103  
June 19, 2008

WELL API NO. 30-015-37693
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 <b>KERSEY STATE</b>
8. Well Number <b>#5</b>
9. OGRID Number 281994
10. Pool name or Wildcat Artesia, Glorieta-Yeso (96830) Artesia, Queen-Grayburg-San Andres (3230)

**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 **I** : **2310** feet from the **NORTH** line and **890** feet from the **EAST** line  
Section **32** Township **17-S** Range **28-E** NMPM **Eddy** County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)  
3683' 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: Recompleted to San Andres & DHC ☒

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 Yeso oil well to the San Andres as follows: On 3/2/15, MIRUSU. TOH w/rods, pump, & tbg. Set 5-1/2" CBP @ 3500' & PT 5-1/2" csg & CBP to 4000 psi-OK. (Existing Yeso perfs are @ 3540'-4988'). Perfed lower San Andres @ 3110'-3385' w/1-0.41" spf. Total 30 holes. On 3/11/15, treated w/1554 gal 15% HCL acid & fraced lower San Andres w/31,300# 100 mesh & 256,390# 40/70 Wisconsin sand in slick water. Spotted 420 gal 15% HCL for 2<sup>nd</sup> stage.

Set 5-1/2" CBP @ 3070'. PT csg & CBP to 3500 psi-OK. Perfed middle San Andres @ 2763'-3031' w/1-0.41" spf. Total 30 holes. Treated perfs w/1559 gal 15% HCL acid & fraced w/30,000# 100 mesh & 265,578# 40/70 Wisconsin sand in slick water. Spotted 546 gal 15% HCL for 3<sup>rd</sup> stage.

Set 5-1/2" CBP @ 2690'. PT CBP & 5-1/2" csg to 3500 psi-OK. Perfed upper San Andres @ 2309'-2658' w/1-0.41" spf. Total 34 holes. Treated perfs w/2352 gal 15% HCL acid & fraced w/28,600# 100 mesh & 250,792# 40/70 Wisconsin sand in slick water.

On 3/12/15, MIRUSU. Drilled CBPs @ 2690', 3070', & CO to CBP @ 3500'. On 3/13/15, landed 2-7/8" 6.5# J-55 tbg @ 3374'. Ran pump & rods. Released completion rig on 3/14/15. Completed the well as a single San Andres oil well. Following a test on the San Andres alone, the CBP @ 3500' will be removed and the well DHC as per State order DHC-4738.

Spud Date: 11/6/10

Drilling Rig Release Date: 11/22/10

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 3/23/15  
Type or print name Mike Pippin E-mail address: mike@pippinllc.com PHONE: 505-327-4573

**For State Use Only**

APPROVED BY: R Dade TITLE Dist H Supervisor DATE 3/24/2015  
Conditions of Approval (if any):