

Office

Revised July 18, 2013

District I - (575) 393-1114

NM OIL CONSERVATION

Energy, Minerals and Natural Resources

1625 N. French Dr., Hobbs, NM 88240

District II - (575) 748-1283

814 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

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APR 13 2015 OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

WELL API NO.

30-015-37691

5. Indicate Type of Lease

STATE ☒ FEE ☐

6. State Oil &amp; Gas Lease No.

7. Lease Name or Unit Agreement Name

ANTHONEY

8. Well Number #1

9. OGRID Number 281994

10. Pool name or Wildcat

Red Lake, Glorieta-Yeso NE (96836)

## 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 P : 1050 feet from the South line and 330 feet from the East lineSection 30 Township 17-S Range 28-E NMPM Eddy County

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

3629' 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: Recomplete to the San Andres ☒

## SUBSEQUENT REPORT OF:

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

LRE Operating, LLC would like to recomplete this Yeso oil well to the San Andres & DHC as follows: MIRUSU. TOH w/rods, pump, & tbg. Set a 5-1/2" CBP @ ~3250' & PT to ~3500 psi. (Existing Yeso perms are @ 3314'-4672'). Perf lower San Andres @ ~2772'-3083' w/~31 holes. Stimulate with ~1500 gal 15% HCL acid & frac w/~30,000# 100 mesh & ~257,040# 40/70 Ottawa sand in slick water.

Set a 5-1/2" CBP @ ~2744' & PT to ~3500 psi. Perf San Andres @ ~2308'-2695' w/~40 holes. Stimulate with ~1500 gal 15% HCL acid & frac w/~30,000# 100 mesh & ~322,140# 40/70 Ottawa sand in slick water.

Set a 5-1/2" CBP @ ~2150' & PT to ~3500 psi. Perf upper San Andres @ ~1776'-2007' w/~35 holes. Stimulate with ~1500 gal 15% HCL acid & frac w/~30,000# 100 mesh & ~157,500# 40/70 Ottawa sand in slick water.

CO after frac & drill out CBPs @ 2150' & 2744', & CO to CBP @ 3250'. Run 2-7/8" 6.5#J-55 production tbg & land @ ~3085'. Run pump & rods. Release workover rig. Complete as a single San Andres oil well. See the attached proposed wellbore diagram. Following a test of the San Andres alone, the CBP @ 3250' will be removed & the well DHC as per order ART-4609-X.

Spud Date: 8/31/10

Drilling Rig Release Date: 9/14/10


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 4/9/15Type or print name Mike Pippin E-mail address: mike@pippinllc.com PHONE: 505-327-4573

For State Use Only

APPROVED BY: [Signature] TITLE Dis. H. B. Lewis DATE 4/27/15

Conditions of Approval (if any):

	County	EDDY	Well Name	Anthony State #1	Field:	Redlake Glorieta-Yeso NE	Well Sketch:	AFE R15019 LRE Operating, LLC
	Surface Lat:	32.800626°N	BH Lat:	32.800626°N	Survey:	S30-T17S-R28E Unit P	API #	30-015-37691
	Surface Long:	104.206964°W	BH Long:	104.206964°W		1050' FSL & 330' FEL	OGRID #	281994

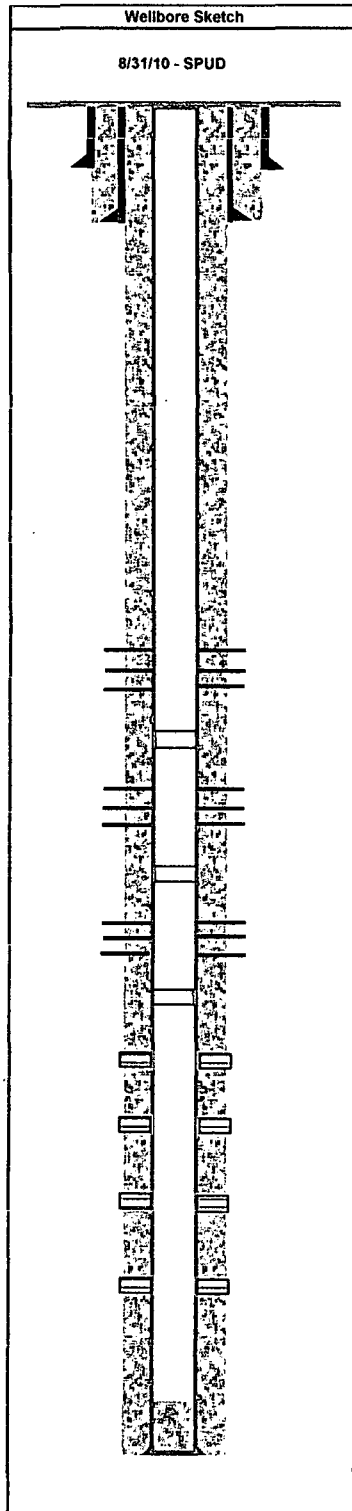
Directional Data:	
KOP	Vertical Well
Max Dev.:	
Diag sev:	
Dev @ Perfs	
Ret to Vert:	

Tubular Data							
Tubulars	Size	Weight	Grade	Thread	TVD	MD	TOC
Conductor	14"	65.7	B	Weld	40'	40'	SURF
Surface	8 5/8"	24#	J-55	STC	477'	477'	SURF
Intermediate							
Production	5 1/2"	17#	J-55	LTC	4,882'	4,882'	SURF
Liner							

CEMENT DATA							
	L/sks	Yld	Wt	T/sks	Yld	Wt	XS
Surface	175	1.35	14.8	200	1.32	14.8	123 sx
Intermediate							
Liner							
Production	400	1.9	12.8	550	1.33	14.8	165 SX

Wellhead Data	
Type:	
WP:	
Tree Cap	Flange:
	Thread:
Tbg Hanger:	
8TM Flange:	
BPV Profile:	NA
Elevations:	GR - RKB = 11.6'
RKB:	3640'
GL:	3,629.0'

Drilling / Completion Fluid	
Drilling Fluid:	10.2 PPG Brine / Salt Gel
Drilling Fluid:	
Completion Fluid:	2% KCL
Completion Fluid:	
Packer Fluid:	NA



Completion Information					
DEPTHS (MD)	FORMATION TOPS / WELL INFO	PERFORATIONS		# of HOLES	
		from	to		
0					
40'	20" Hole				
477'	12-1/4" Hole				
1820'	San Andres				
2,108'	Middle San Andres				
2,746'	Lower San Andres				
2 7/8" tbg w TAC at 1676', SN at 3050', 4' slotted sub, 1 jt MA w BP at 3085'					
1" KD Pony Set, 38-1" KD, 80- 7/8" D, 4-1.5" kbars, T-couplings					
2.5"x2"x20" RHCB-HVR Pump, 9 SPM, 100" SL, Emsco 320-298-100- 30 HP motor					
	San Andres	1,776'	2,007'	35	
CBP at 2150'					
	San Andres	2,308'	2,695'	40	
CBP at 2744'					
	San Andres	2,772'	3,083'	31	
CBP at 3250'					
3,314'	Yeso				
8/15/2014	Upper Yeso	3,314'	3,554'	49	
10/12/10	Stage #3 Yeso	3,616'	3,920'	48	
10/12/10	Stage #2 Yeso	3,967'	4,322'	48	
10/12/10	Stage #1 Yeso	4,395'	4,672'	44	
4,938'	PBTD				
4,882'	PROD CSG				
Comments: Can run pumping unit up to 11 SPM w 30 HP motor					
40 HP needed at 12 SPM				Plug back Depth:	4,838' MD
				Total Well Depth:	4,900' MD
				Prepared By:	Date:
				Eric McClusky	7-Apr-16

DETAILS	
14" Conductor Pipe	
8-5/8" Surf Csg Circ 123 sx Cmt to surf	
DEVIATION	
1006' - 1/4"	
1516' - 1/2"	
2015' - 3/4"	
2520' - 1"	
3026' - 1"	
3505' - 1.25"	
4042' - 1"	
4511' - 1.25"	
4895' - 1-1/2"	
231', 1500 g 15% HCL, 30,000 #100 Mesh	
157,500 # 40/70, 5136 bbls water, 80 + BPM	
387', 1500 g 15% HCL, 30,000 #100 Mesh	
322,140 # 40/70, 8900 bbls water, 80 + BPM	
311', 1500 g 15% HCL, 30,000 #100 Mesh	
257,040 # 40/70, 8100 bbls water, 80 + BPM	
5000 g 15% HCL & 74 bio balls, 115 k g 25# gel & 163,000 # 16/30 Brady & 63,000 # 10/30 Resin @ 80 BPM	
6741 g 15% HCL & 96 bio balls, 120,403 g 25# gel & 138,769 # 16/30 Brady & 48,033 # 16/30 Resin @ 80 BPM	
3166 g 15% HCL & 88 bio balls, 136,142 g 25# gel & 134,629 # 16/30 Brady & 57,837 # 16/30 Resin @ 80 BPM	
4830 g 15% HCL & 88 bio balls, 112,837 g 25# gel & 86,190 # 16/30 Brady & 51,293 # 16/30 Resin @ 80 BPM	
Float Collar	
5-1/2" Prod Csg. Circ 165 SX Cmt to Surf	

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**District IV**

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

State of New Mexico **NM OIL CONSERVATION**  
 Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

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Form C-102

Revised October 12, 2005

Submit to Appropriate District Office

State Lease - 4 Copies

Fee Lease - 3 Copies

☒ AMENDED REPORT**WELL LOCATION AND ACREAGE DEDICATION PLAT**

<sup>1</sup> API Number 30-015-37691	<sup>2</sup> Pool Code 51300	<sup>3</sup> Pool Name Red Lake, Queen-Grayburg-San Andres
<sup>4</sup> Property Code 309625	<sup>5</sup> Property Name <b>ANTHONEY</b>	<sup>6</sup> Well Number <b>1</b>
<sup>7</sup> OGRID No. 281994	<sup>8</sup> Operator Name <b>LRE OPERATING, LLC.</b>	<sup>9</sup> Elevation 3629' GL

<sup>10</sup> Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
P	30	17-S	28-E		1050	SOUTH	330	EAST	EDDY

<sup>11</sup> Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County

<sup>12</sup> Dedicated Acres 40	<sup>13</sup> Joint or Infill	<sup>14</sup> Consolidation Code	<sup>15</sup> Order No.
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No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

<div style="text-align: center; font-size: 2em;">30</div>	<sup>17</sup> <b>OPERATOR CERTIFICATION</b> <i>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</i> <div style="display: flex; justify-content: space-between;"> <div>Signature <u>Mike Pippin</u></div> <div>Date 4/9/15</div> </div> <div style="display: flex; justify-content: space-between;"> <div>Printed Name <u>Mike Pippin</u></div> <div></div> </div>	
	<sup>18</sup> <b>SURVEYOR CERTIFICATION</b> <i>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</i> 2/2/10 Date of Survey Signature and Seal of Professional Surveyor: Gary G. Eidson 12641 Certificate Number	
	<div style="text-align: center;"> <div style="display: flex; align-items: center;"> <div style="writing-mode: vertical-rl; transform: rotate(180deg);">1050'</div> <div style="margin-left: 10px;"> <div style="border: 1px solid black; width: 40px; height: 40px; margin: 0 auto;"></div> <div style="text-align: center;">330'</div> </div> </div> </div>	