

Submit To Appropriate District Office Copies District I 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, 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 Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505		Form C-105 July 17, 2008	
		1. WELL API NO. 30-015-37693		2. Type of Lease <input checked="" type="checkbox"/> STATE <input type="checkbox"/> FEE <input type="checkbox"/> FED/INDIAN	
		3. State Oil & Gas Lease No.			
WELL COMPLETION OR RECOMPLETION REPORT AND LOG					
4. Reason for filing: <input checked="" type="checkbox"/> COMPLETION REPORT (Fill in boxes #1 through #31 for State and Fee wells only) <input type="checkbox"/> C-144 CLOSURE ATTACHMENT (Fill in boxes #1 through #9, #15 Date Rig Released and #32 and/or #33; attach this and the plat to the C-144 closure report in accordance with 19.15.17.13.K NMAC)				5. Lease Name or Unit Agreement Name KERSEY STATE 6. Well Number: #5	
7. Type of Completion: <input type="checkbox"/> NEW WELL <input checked="" type="checkbox"/> WORKOVER <input type="checkbox"/> DEEPENING <input type="checkbox"/> PLUGBACK <input type="checkbox"/> DIFFERENT RESERVOIR <input type="checkbox"/> OTHER					
8. Name of Operator: LRE OPERATING, LLC				9. OGRID. 281994	
10. Address of Operator: c/o Mike Pippin LLC, 3104 N. Sullivan, Farmington, NM 87401				11. Pool name or Wildcat: Artesia, Glorieta-Yeso (96830)	
12. Location	Unit Ltr	Section	Township	Range	Lot
Surface:	I	32	17-S	28-E	
BH:					
13. Date Spudded 11/6/10	14. Date T.D. Reached 11/21/10	15. Date Drilling Rig Released 11/22/10		16. Date Completed (Ready to Produce) WO: 12/9/11	
18. Total Measured Depth of Well 5106'		19. Plug Back Measured Depth 5047'		17. Elevations (DF and RKB, RT, GR, etc.). 3683' GR	
20. Was Directional Survey Made? Yes				21. Type Electric and Other Logs Run Induction, Density/Neutron	
22. Producing Interval(s), of this completion - Top, Bottom, Name 3540'-3810'-Glorieta/Upper Yeso					
23. CASING RECORD (Report all strings set in well)					
CASING SIZE	WEIGHT LB./FT.	DEPTH SET	HOLE SIZE	CEMENTING RECORD	AMOUNT PULLED
8-5/8"	24# J-55	458'	12-1/4"	300 sx CI C	0'
5-1/2"	17# J-55	5089'	7-7/8"	550 sx 35/65 Poz/C	0'
				+ 650 sx C	
24. LINER RECORD					
SIZE	TOP	BOTTOM	SACKS CEMENT	SCREEN	
25. TUBING RECORD					
SIZE	DEPTH SET	PACKER SET			
2-7/8"	3437'				
26. Perforation record (interval, size, and number) Glorieta/Upper Yeso: 3540'-3810', 42 holes			27. ACID, SHOT, FRACTURE, CEMENT, SQUEEZE, ETC.		
			DEPTH INTERVAL		
			AMOUNT AND KIND MATERIAL USED		
			3540'-3810'		
			2645 gals 15% HCL; fraced w/127,686# 16/30 Brady & 28,754# 16/30 Super LC sand in 20# X-linked gel		
28. PRODUCTION					
Date First Production READY		Production Method (Flowing, gas lift, pumping - size and type pump) Pumping		Well Status (Prod. or Shut-in) Pumping	
Date of Test Within 30 days	Hours Tested	Choke Size	Prod'n For Test Period:	Oil - Bbl	Gas - MCF
Flow Tubing Press.	Casing Pressure	Calculated 24- Hour Rate	Oil - Bbl.	Gas - MCF	Water - Bbl.
29. Disposition of Gas (Sold, used for fuel, vented, etc.) To Be Sold					30. Test Witnessed By: Jerry Smith
31. List Attachments					
32. If a temporary pit was used at the well, attach a plat with the location of the temporary pit.					
33. If an on-site burial was used at the well, report the exact location of the on-site burial:					
Latitude Longitude NAD 1927 1983					
I hereby certify that the information shown on both sides of this form is true and complete to the best of my knowledge and belief					
Signature <i>Mike Pippin</i>		Printed Name Mike Pippin		Title: Petroleum Engineer Date: 12/12/11	
E-mail Address: mike@pippinllc.com					

Accepted for record

NMOCD

105 12/14/2011

[Handwritten signature]

KERSEY STATE #5 -- Payadd Workover

INDICATE FORMATION TOPS IN CONFORMANCE WITH GEOGRAPHICAL SECTION OF STATE

OIL OR GAS SANDS OR ZONES

No. 3, from.....to.....
No. 4, from.....to.....

Include data on rate of water inflow and elevation to which water rose in hole.

No. 1, from.....to.....feet.....
No. 2, from.....to.....feet.....

From	To	Thickness In Feet	Lithology
			- On File -