

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

State of New Mexico  
Energy, Minerals and Natural Resources

Form C-103  
June 19, 2008

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

WELL API NO. 30-015-37696
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>SEDONA</b>
8. Well Number #1
9. OGRID Number 281994
10. Pool name or Wildcat: Artesia, Glorieta-Yeso (96830) Red Lake, Queen-Grayburg-San Andres (51300)
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3639' GL

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 : 990 feet from the SOUTH line and 330 feet from the EAST line  
Section 21 Township 17-S Range 28-E NMPM Eddy County

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 ☐

SUBSEQUENT REPORT OF:

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

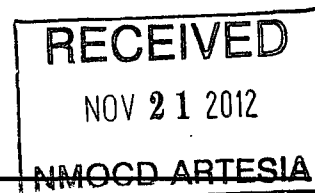
OTHER: ☐

OTHER: Recompleted From Yeso to San Andres ☒

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 Operating performed a recompletion from Yeso to San Andres workover as follows: On 11/15/12, MIRUSU. TOH w/rods, pump, & tbg. Set 5-1/2" RBP @ 2650'. PT RBP & 5-1/2" csg to 1000 psi-OK. Perfed San Andres @ 2296', 3200', 05', 08', 15', 20', 25', 35', 38', 43', 48', 58', 65', 70', 75', 83', 85', 90', 98', 2414', 23', 26', 35', 43', 46', 60', 68', 83', 85', 95', 2500', 08', 10', 14', 20', 25', 33', 37', 40', 43', 45', 49', 53', 60', 67', 70' w/1-0.42" spf. Total 46 holes. Treated new San Andres perfs w/4000 gal 7.5% HCL acid & 69 perf balls. On 11/17/12, fraced w/72,647# 16/30 Brady & 23,072# 16/30 siber prop sand in X-linked gel. CO after frac to 2640' (left 10' of sand on RBP @ 2650'). On 11/19/12, landed 2-7/8" 6.5# J-55 tbg @ 2579'. Ran pump & rods. Released completion rig on 11/20/12. Completed well as a single oil well in the San Andres.

Yeso perfs 3394'-3502' are shut-in below the RBP @ 2650'.



Spud Date: 10/2/10

Drilling Rig Release Date: 10/12/10

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 11/20/12

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

APPROVED BY: AR Dade TITLE DIST # Supervisor DATE 11/27/12  
Conditions of Approval (if any):