

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  
**RECEIVED**  
 OIL CONSERVATION DIVISION  
 1220 South St. Francis Dr.  
 Santa Fe, NM 87505  
**UNGGD ARTESIA**

Form C-103  
 Revised July 18, 2013

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.)		WELL API NO. 30-015-36253
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator <b>LRE OPERATING, LLC</b>		6. State Oil & Gas Lease No.
3. Address of Operator c/o Mike Pippin LLC, 3104 N. Sullivan, Farmington, NM 87401		7. Lease Name or Unit Agreement Name <b>STALEY STATE</b>
4. Well Location Unit Letter <u>I</u> : <u>1750</u> feet from the <u>South</u> line and <u>990</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		8. Well Number #7
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3604' GL		9. OGRID Number 281994
		10. Pool name or Wildcat Red Lake, Glorieta-Yeso NE (96836) Red Lake, Queen-Grayburg-San Andres Ext. (51300)

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

<b>NOTICE OF INTENTION TO:</b> PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/> DOWNHOLE COMMINGLE <input type="checkbox"/> CLOSED-LOOP SYSTEM <input checked="" type="checkbox"/> OTHER: <u>Recomplete to San Andres &amp; DHC</u> <input checked="" type="checkbox"/>		<b>SUBSEQUENT REPORT OF:</b> REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> P AND A <input type="checkbox"/> CASING/CEMENT JOB <input type="checkbox"/> OTHER: <input type="checkbox"/>	
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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 @ ~3200' & PT to ~3500 psi. (Existing Yeso perms are @ 3310'-4667'). Perf lower San Andres @ ~2800'-3131' w/~32 holes. Stimulate with ~3400 gal 15% HCL acid & frac w/~118,000# 16/30 sand in 25# X-linked gel.  
 Set a 5-1/2" CBP @ ~2775' & PT to ~3500 psi. Perf middle San Andres @ ~2450'-2751' w/~26 holes. Stimulate with ~3100 gal 15% HCL acid & frac w/~91,000# 16/30 sand in 20# X-linked gel.  
 Set a 5-1/2" CBP @ ~2430' & PT to ~3500 psi. Perf upper San Andres @ ~2122'-2417' w/~30 holes. Stimulate with ~3000 gal 15% HCL acid & frac w/~91,000# 16/30 sand in 20# X-linked gel.  
 Set a 5-1/2" CBP @ ~2050' & PT to ~3500 psi. Perf upper San Andres @ ~1750'-1981' w/~25 holes. Stimulate with ~2000 gal 15% HCL acid & frac w/~54,000# 16/30 sand in 20# X-linked gel.  
 CO after frac & drill out CBPs @ 2050', 2430', 2775', 3200' & CO to ~PBTD4684'. Run 3240' 2-7/8" 6.5#J-55 production tbg w/crossover @ 3240' to 2-3/8" 4.7# J-55 w/turned down collars landed @ ~4565'. Run pump & rods & release workover rig. Complete as a commingled Yeso/San Andres oil well. See the attached proposed wellbore diagram. **These two oil pools have a blanket DHC order (19.15.12.11E).** NOTE: 4" 10.8# L-80 LINER @ 3284'-4726'.

Spud Date: 6/9/08 Drilling Rig Release Date: 6/19/08

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 2/20/14

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

**For State Use Only**

APPROVED BY: [Signature] TITLE Asst. J. S. Spewer DATE 3/6/14  
 Conditions of Approval (if any):