

UNITED STATES **NM OIL CONSERVATION**
DEPARTMENT OF THE INTERIOR ARTESIA DISTRICT
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0135
Expires July 31, 1996

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or reenter an abandoned well. Use Form 3160-3 (APD) for such proposals.

DEC 01 2014

SUBMIT IN TRIPLICATE - Other instructions on reverse side

1. Type of Well

☒ Oil Well ☐ Gas Well ☐ Other

2. Name of Operator

LRE OPERATING, LLC

3a. Address c/o Mike Pippin LLC

3104 N. Sullivan, Farmington, NM 87401

3b. Phone No. (include area code)

505-327-4573

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

800' FSL & 455' FEL Unit P

Sec. 6, T18S, R27E

5. Lease Serial No.

NMNM-07711

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.

8. Well Name and No.

MALCO B 6 P FEDERAL #11

9. Phone No.

30-015-42319

10. Field and Pool, or Exploratory Area

Red Lake, Glorieta-Yeso (51120)

AND

Eddy County, New Mexico

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize <input type="checkbox"/> Deepen <input type="checkbox"/> Production (Start/Resume) <input type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing <input type="checkbox"/> Fracture Treat <input type="checkbox"/> Reclamation <input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair <input type="checkbox"/> New Construction <input type="checkbox"/> Recomplete <input checked="" type="checkbox"/> Other Spud & Casings
	<input type="checkbox"/> Change Plans <input type="checkbox"/> Plug and Abandon <input type="checkbox"/> Temporarily Abandon
	<input type="checkbox"/> Convert to Injection <input type="checkbox"/> Plug Back <input type="checkbox"/> Water Disposal

13. Describe Proposed or Completed Operations (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 shall be filed once Testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

Spudded well on 6/13/14. Drilled 12-1/4" hole to 355'. On 6/14/14 set 8-5/8" 24# J-55 csg @ 351'. Cmted w/300 sx (405 cf) cl "C" cmt w/2% CaCl₂ & 1/4# C/F. Circ 80 sx cmt to pit. On 6/14/14, PT 8-5/8" csg to 1500 psi for 30 min - OK.

Drilled 7-7/8" hole to TD4368' on 6/17/14. Ran open hole logs. On 1/18/14, set 5-1/2" 17# J-55 production csg @ 4352'. Cmted lead w/310 sx (598 cf) 35/65 POZ "C" cmt w/5% salt, 6% gel, 2% R-3, & 0.125# CF. Tailed w/610 sx (805 cf) cl "C" cmt w/0.5% PF-13, 2% PF-167, 0.2% PF-65, & 0.125# PF-29. Circ 145 sx cmt to surface. Released drilling rig on 6/18/14. Plan to pressure test 5-1/2" csg during completion operations.

Bottom Hole: 949' FSL & 358' FEL Sec 6.

Accepted for record
JMD NMOC 12/9/14

ACCEPTED FOR RECORD
JUL - 7 2014

14. I hereby certify that the foregoing is true and correct

Name (Printed/Typed)

Mike Pippin

Title

Petroleum Engineer (Agent)

Signature

Mike Pippin

Date

June 19, 2014

THIS SPACE FOR FEDERAL OR STATE USE

Approved by

Title

FIELD MANAGER

Date

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Office

CARLSBAD FIELD OFFICE

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.