

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 ~~Oil~~ CONSERVATION
 ARTESIA DISTRICT
 OIL CONSERVATION DIVISION
 1220 South St. Francis Dr.
 Santa Fe, NM 87505
 RECEIVED
 JAN 05 2015

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. 30-015-42570
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 LRE OPERATING, LLC		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 HORSESHOE STATE
4. Well Location Unit Letter <u>F</u> : <u>2260</u> feet from the <u>North</u> line and <u>2215</u> feet from the <u>West</u> line Section <u>30</u> Township <u>17-S</u> Range <u>28-E</u> NMPM <u>Eddy</u> County		8. Well Number # <u>4</u>
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3577' GL		9. OGRID Number <u>281994</u>
10. Pool name or Wildcat Red Lake, Glorieta-Yeso NE (96836)		

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

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>	
DOWNHOLE COMMINGLE <input type="checkbox"/>			
CLOSED-LOOP SYSTEM <input checked="" type="checkbox"/>		OTHER: Completion <input checked="" type="checkbox"/>	
OTHER: <input type="checkbox"/>			

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.

On 12/18/14 PT 5-1/2" csg to 4000 psi-OK. Perfed lower Yeso @ 4700', 08', 16', 22', 28', 36', 44', 56', 60', 71', 82', 94', 4800', 08', 22', 32', 41', 50', 60', 79', 88', 98', 4912', 20', 34', 30', 50', 58', 86', 91', 96' w/1-0.41" spf. Total 31 holes. On 12/19/14, treated w/1504 gal 7.5% HCL acid. Fraced Yeso w/30,315# 100 mesh & 253,663# 40/70 Arizona sand in slick water.

Set 5-1/2" CBP @ 4600' & PT CBP & 5-1/2" csg to 3500 psi-OK. Perfed Yeso @ 4206', 16', 22', 31', 40', 50', 59', 70', 80', 90', 4307', 16', 24', 37', 48', 58', 68', 78', 88', 4400', 10', 20', 34', 45', 54', 64', 79', 87', 92', 4510' w/1-0.41" spf. Total 30 holes. Treated w/1530 gal 7.5% HCL acid & fraced w/30,128# 100 mesh & 230,374# 40/70 Arizona sand in slick water.

Set 5-1/2" CBP @ 4156' & PT CBP & 5-1/2" csg to 3500 psi-OK. Perfed Yeso @ 3782', 88', 96', 3804', 18', 24', 32', 42', 51', 60', 70', 84', 98', 3917', 26', 36', 50', 60', 70', 84', 94', 4004', 14', 26', 36', 48', 58', 73', 86', 4100', 10' w/1-0.41" spf. Total 31 holes. Treated w/1536 gal 7.5% HCL acid & fraced w/31,159# 100 mesh & 223,403# 40/70 Arizona sand in slick water.

Set 5-1/2" CBP @ 3720' & PT CBP & 5-1/2" csg to 3500 psi-OK. Perfed Yeso @ 3350', 60', 70', 80', 90', 3400', 10', 20', 30', 40', 50', 60', 70', 80', 90', 3500', 08', 22', 30', 40', 52', 62', 69', 81', 90', 3600', 10', 20', 30', 39', 53', 66' 1-0.41" spf. Total 32 holes. Treated w/1509 gal 7.5% HCL acid & fraced w/30,709# 100 mesh & 225,993# 40/70 Arizona sand in slick water.

On 12/20/14, MIRUSU. CO after frac, drilled out CBPs @ 3720', 4156', & 4600', & CO to PBT5040'. On 12/23/14, landed ESP on 2-7/8" 6.5# J-55 tbg @ 3165'. Released completion rig on 12/24/14.

Bottom hole @ 2314' FNL & 2375' FWL Sec. 30

Spud Date: 12/7/14

Drilling Rig Release Date: 12/16/14

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 12/24/14
 Type or print name Mike Pippin E-mail address: mike@pippinllc.com PHONE: 505-327-4573

For State Use Only

APPROVED BY: [Signature] TITLE Dist. Supervisor DATE 1/5/2015
 Conditions of Approval (if any):