

Submit To Appropriate District Office Two 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		<b>HOBBS OGD</b> State of New Mexico Energy, Minerals and Natural Resources  <b>AUG 02 2012</b> Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 <b>RECEIVED</b>		<b>Form C-105</b> July 17, 2008						
<b>WELL COMPLETION OR RECOMPLETION REPORT AND LOG</b>				1. WELL API NO. 30-025-31244 2. Type of Lease <input checked="" type="checkbox"/> STATE <input type="checkbox"/> FEE <input type="checkbox"/> FED/INDIAN 3. State Oil & Gas Lease No.						
4. Reason for filing: <b>SIDETRACK TO SAME POOL</b> <input checked="" type="checkbox"/> <b>COMPLETION REPORT</b> (Fill in boxes #1 through #31 for State and Fee wells only) <input type="checkbox"/> <b>C-144 CLOSURE ATTACHMENT</b> (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 <b>NOWATA AGR STATE</b> 6. Well Number: <b>#1</b>						
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 <b>SIDETRACK TO SAME POOL</b>										
8. Name of Operator: <b>LRE OPERATING, LLC</b>				9. OGRID. 281994						
10. Address of Operator c/o Mike Pippin LLC, 3104 N. Sullivan, Farmington, NM 87401				11. Pool name or Wildcat: Vacuum, Bone Spring, Mid (46195)						
12. Location	Unit Ltr	Section	Township	Range	Lot	Feet from the	N/S Line	Feet from the	E/W Line	County
Surface:	P	9	18-S	35-E		860'	South	990	East	LEA
BH:	J	9	18-S	35-E		1838'	South	2286'	East	LEA
13. Date Spudded 2/2/93	14. Date T.D Reached 3/21/93	15. Date Drilling Rig Released 3/23/93		16. Date Completed (Ready to Produce) W.O. 7/25/12			17. Elevations (DF and RKB, RT, GR, etc.): 3920' GR			
18. Total Measured Depth of Well MD8735'		19. Plug Back Measured Depth MD8670'		20. Was Directional Survey Made? Yes			21. Type Electric and Other Logs Run Cased Hole Neutron			
22. Producing Interval(s), of this completion - Top, Bottom, Name 8534'-69', Bone Springs										
<b>23. CASING RECORD (Report all strings set in well)</b>										
CASING SIZE		WEIGHT LB./FT.		DEPTH SET		HOLE SIZE		CEMENTING RECORD		AMOUNT PULLED
13-3/8"		54.5#		450'		17-1/2"		550 sx		0'
9-5/8"		36&40#		3838'		12-1/4		1500 sx		0'
7"		26#		10,910'		8-3/4"		1400 sx		0'
4-1/2"		11.6#		MD8723'		6-1/8"		350 sx		0'
<b>24. LINER RECORD</b>						<b>25. TUBING RECORD</b>				
SIZE	TOP	BOTTOM	SACKS CEMENT	SCREEN		SIZE	DEPTH SET		PACKER SET	
						2-3/8"	8113'			
26. Perforation record (interval, size, and number) 8534'-69' Bone Springs						27. ACID, SHOT, FRACTURE, CEMENT, SQUEEZE, ETC. DEPTH INTERVAL    AMOUNT AND KIND MATERIAL USED 8534'-69'    NONE				
<b>28. PRODUCTION</b>										
Date First Production 7/31/12		Production Method (Flowing, gas lift, pumping - Size and type pump) Pumping				Well Status (Prod. or Shut-in) Pumping				
Date of Test 7/31/12	Hours Tested 24	Choke Size	Prod'n For Test Period.	Oil - Bbl 241	Gas - MCF 87	Water - Bbl. 242	Gas - Oil Ratio			
Flow Tubing Press.	Casing Pressure	Calculated 24-Hour Rate	Oil - Bbl. 241	Gas - MCF 87	Water - Bbl. 242	Oil Gravity - API - (Corr.)				
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: 8/1/12			
E-mail Address: mike@pippinllc.com										

AUG 02 2012

