

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 88201
 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

HOBBS OCD

State of New Mexico
 Energy, Minerals and Natural Resources
APR 23 2013
 OIL CONSERVATION DIVISION
 1220 South St. Francis Dr.
 Santa Fe, NM 87505

Form C-103
 Revised August 1, 2011

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. 30-025-03820
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 Vanguard Permian LLC		6. State Oil & Gas Lease No. E 2359
3. Address of Operator 2626 JBS Parkway Ste 205B Odessa, TX 79761		7. Lease Name or Unit Agreement Name State L "A" /
4. Well Location Unit Letter K : 2310 feet from the South line and 2310 feet from the West line Section 1 Township 17S Range 36E NMPM Lea County		8. Well Number 12
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3,823 GR		9. OGRID Number 258350
		10. Pool name or Wildcat Lovington Drinkard

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

NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK <input checked="" 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"/>		SUBSEQUENT REPORT OF: 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"/>		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.

The well is suspected of having a casing leak.

- 1) MIRU WS. TOH w/ production equipment. PU pkr & RBP.
- 2) locate leak(s). Establish pump in rate & pressure.
- 3) Set CIBP above parts. Set Cement retainer above leak.
- 4) Squeeze leak. Cement volume to be determined by leak interval & pump in rate
- 5) Drillout squeeze. Test squeeze. Return well to production.

Spud Date:

Rig Release Date:

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE *[Signature]* TITLE Engineer DATE 03/20/2013
 Type or print name P. M. "Marty" Bloodworth E-mail address: mbloodworth@vnrllc.com PHONE 432-362-2209
For State Use Only IP.S. IP.S. x 207
 APPROVED BY *[Signature]* TITLE Dist. Mgr DATE 4-25-2013

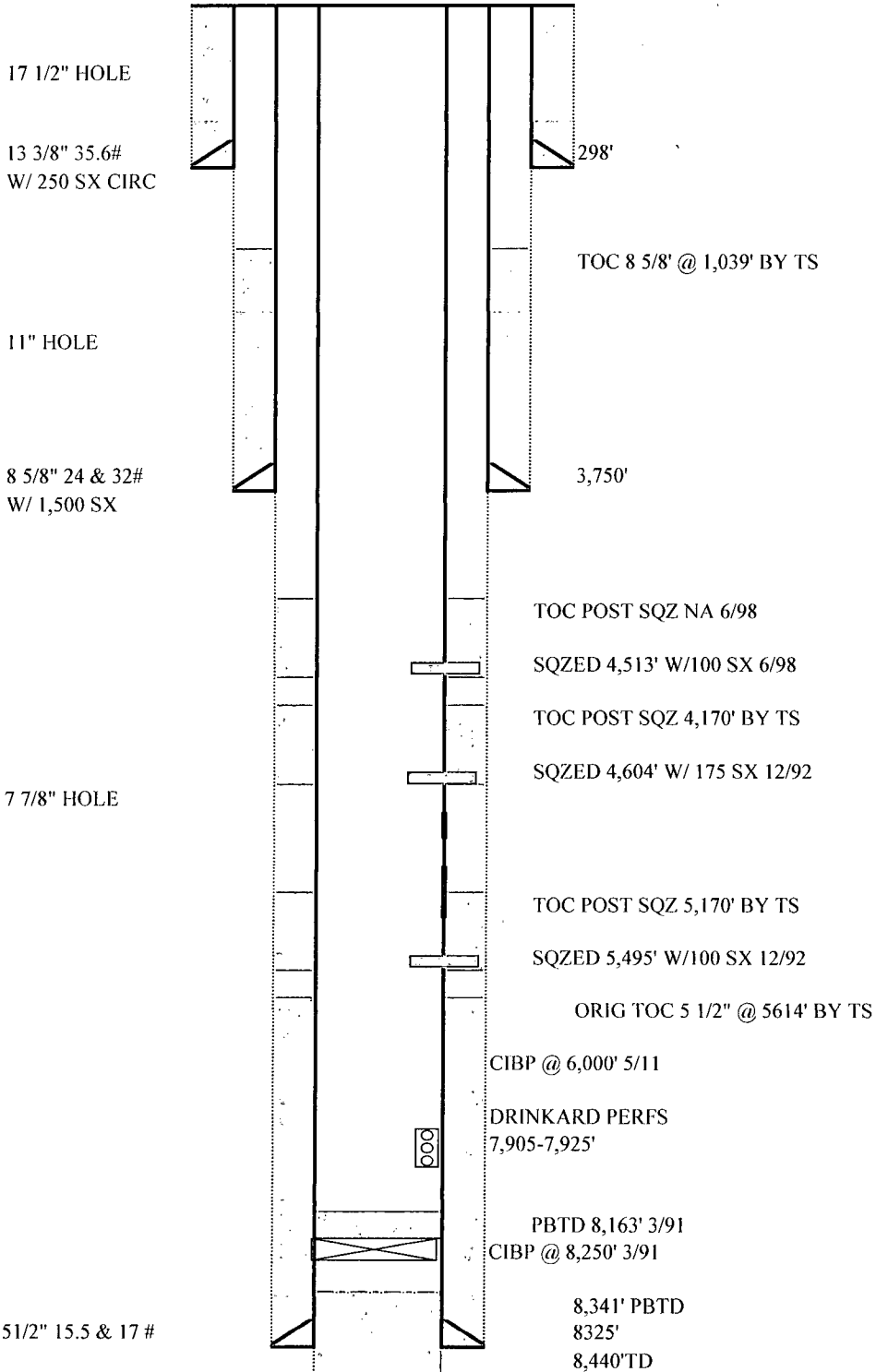
OCD Condition of Approval:
 After remedial work has been done. Forms required are:
 C-103 Subsequent Report with dates and the work that was done, and
 C-104 with transporter(s), perms producing from, tubing size and depth
 & 24 hour production test.

APR 25 2013

LEASE/WELL: STATE L"A" NO 12
 LOCATION UL K, SEC 1, T 17S, R 36E
 CO/ST: LEA, NM
 API NO. 30-025-03820
 FIELD: LOVINGTON (DRINKARD)
 STATE LEASE: E-2359

GR 3823
 KB 3835
 SPUDDED 1/10/1953 6/10/1998 RE-ENTERED
 COMPLETED 2/23/1953 7/13/1998 COLLINS&WARE

LAT (27) 32.86314072
 LONG(27) -103.3090895



TOPS PER C105	
ANHYDRITE	1955
T. SALT	2015
B. SALT	2873
YATES	2995
SAN ANDRES	4604
TUBB	7610

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MAR 22 2013

RECEIVED