| Submit 3 Copies To Appropriate District Office   | State of Ne                 | w Mexico                | Form C-103                                       |
|--|-----------------------------|-------------------------|--|
| District I   | Energy, Minerals and        | Natural Resources       | May 27, 2004                                     |
| 1625 N. French Dr., Hobbs, NM 88240<br>District II   |                             |                         | WELL API NO.                                     |
| 1301 W. Grand Ave., Artesia, NM 88210  | OIL CONSERVAT               | TION DIVISION           | 30-025-42457  5. Indicate Type of Lease          |
| District III   | 1220 South St               | . Francis Dr.           | STATE STEE                                       |
| 1000 Rio Brazos Rd., Aztec, NM 87410<br>District IV  | Santa Fe, N                 | M 87505                 | 6. State Oil & Gas Lease No.                     |
| 1220 S. St. Francis Dr., Santa Fe, NM 87505  |                             |                         | VO-8723-001                                      |
|  | AND REPORTS ON              |                         | 7. Lease Name or Unit Agreement Name             |
| (DO NOT USE THIS FORM FOR PROPOSALS  |                             |                         | MID WAS STATES                                   |
| DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)  HOBBS OCD   |                             |                         | MID-VAC STATE 8  8. Well Number 1                |
| 1. Type of Well: Oil Well 🛛 Gas  | Well  Other SWD             | 110000000               |  |
| <ol> <li>Name of Operator</li> <li>V-F PETROLEUM INC.</li> </ol>   |                             | AUG 0 6 2015            | 9. OGRID Number 024010                           |
| 3. Address of Operator   | <del></del>                 |                         | 10. Pool name or Wildcat                         |
| P.O. BOX 1889, MIDLAND, TEXAS 7  | 9702                        | DECENTED                | VACUUM; ABO REEF                                 |
| 4. Well Location   |                             |                         |  |
| Unit Letter P: 990 feet from the SOUTH line and 990 feet from the EAST line  |                             |                         |  |
| Section 8 Township 18-S Range 35-E NMPM LEA County   |                             |                         |  |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3,946' GR   |                             |                         |  |
| Pit or Below-grade Tank Application or Closure   |                             |                         |  |
| Pit typeDepth to GroundwaterDistance from nearest fresh water well Distance from nearest surface water                                     |                             |                         |  |
| Pit Liner Thickness: mil Below-Grade Tank: Volumebbls; Construction Material   |                             |                         |  |
| 12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data   |                             |                         |  |
|  |                             |                         |  |
| NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF:  PREFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK ALTERING CASING                        |                             |                         |  |
| TEMORARILY ABANDON CHANGE PLANS COMMMENCE DRILLING OPNS. P AND A   |                             |                         |  |
|  | LTIPLE COMPL                | CASING/CEMENT JOB       |  |
| OTHER:   | <u> </u>                    | OTHER:                  |  |
| 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 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or                    |                             |                         |  |
| recompletion.  |                             |                         |  |
| 07/07/15-  |                             |                         |  |
| 08/03/15 Drill 8 3/4" production hole to 9,330'  |                             |                         |  |
|  |                             |                         |  |
| •  |                             |                         |  |
|  |                             |                         |  |
|  |                             |                         |  |
| •  |                             |                         |  |
|  |                             |                         |  |
|  |                             |                         | belief. I further certify that any pit or below- |
| ~ <u>~</u>   | d or closed according to NM | OCD guidelines 🔲, a g   | eneral permit 🗌 or an (attached) alternative     |
| OCD-approved plan  | D 1.                        |                         |  |
| SIGNATURE Sandrak.   |                             | E Vice President        | DATE <u>08/03/2015</u>                           |
| Type or print name Sandra K. Lawli   | s E-ma                      | il address: skl@vfpetro | Telephone No. 432-683-3344                       |
| (This areas for Chate 1970)  |                             |                         |  |
| (This space for State use)   |                             |                         |  |
| APPPROVED BY TITLE Petroleum Engineer DATE 1981/11/16  |                             |                         |  |
| - John Lingmood  |                             |                         |  |
| Conditions of approval, if any:  |                             |                         |  |
|  |                             |                         |  |