Submit 1 Copy To Appropriate Distr	ict State of	State of New Mexico		Form C-103		C-103
Office	Energy Mineral	Energy, Minerals & Natural Resources		Revised July 18, 2013		18, 2013
<u>District I</u> – (575) 393-6161 1625 N. French Dr., Hobbs, NM 882				WELL API N		
District II – (575) 748-1283				30-025-02860		
811 S. First St., Artesia, NM 88210	OIL CONSER				·····	
<u>District III</u> – (505) 334-6178	1220 Sout	h St. Fran	615 Dr. 218 5051 9	5. Indicate T		
1000 Rio Brazos Rd., Aztec, NM 874	⁴¹⁰ Santa F	P NM 7	505 96	STATI	E 🛛 FEE 🗌	
<u>District IV</u> – (505) 476-3460 1220 S. St. Francis Dr., Santa Fe, NN	Janua 1	C, 1 (20 0/		6. State Oil &	k Gas Lease No.	
87505	vi	1	NOVENVEN	VB-2170-001		
	YNOTICES & REPORTS ON	WELLS	e Chi		ne or Unit Agreement	Name
(DO NOT USE THIS FORM FOR P					ie of Olit Agreement	1 vanie
DIFFERENT RESERVOIR. USE "	APPLICATION FOR PERMIT" (FOR	RM C-101) FO	R SUCH	Shell State	•	
PROPOSALS.)				8. Well Num	ber	
1. Type of Well: Oil Well	Gas Well Other			1		
2. Name of Operator				9. OGRID N	umber	
V-F PETROLEUM INC.			24010			
3. Address of Operator				10. Pool nam	e or Wildcat	
P.O. Box 1889, Midland, Te	xas 79702				ayburg-San Andres	
					.,	
4. Well Location						
Unit Letter <u>0</u> : <u>33</u>	0 feet from the South line	& <u>1,980</u> f	feet from the <u>East</u>	line		
Section <u>23</u> Towns	hip <u>17-S</u> Range <u>35-E</u> NM	IPM <u>Lea</u>	County			
	11. Elevation (Show w		-		and the second	
		3,918'			n a nave sú a for elle l'arrest strat	
the state of the s		5,710	<u>UN</u>			
12. Chee	ck Appropriate Box to Inc	dicate Nat	ture of Notice, Re	eport or Oth	er Data	
NOTICE OF	INTENTION TO:	p ** '	SUI	BSEQUENT	REPORT OF:	
PERFORM REMEDIAL WORK			REMEDIAL WORK		ALTERING CASING	
TEMORARILY ABONDON	CHANGE PLANS		COMMENCE DRILLIN		P&A	
PULL OR ALTER CASING			CASING/CEMENT JO	в		—
	—					
DOWNHOLE COMMINGLE	CLOSED-LOOP SYSTEM					

 Describe proposed or completed operations. (Clearly state all pertinent details, & 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.

Grayburg Perforations: 4,238' – 4,248' & 4,266' – 4,278'
Plug #1: CIPB @ 4,188' with 25 sx CMT
Plug #2: 25 sx CMT 2,820' – 2,720'
Plug #3: 25 sx CMT 1,836' – 1,736'
Plug #4: CMT @ 377' to Surf Cut off 8 5/8" CSG 3' Below G.L. Verify cmt to surface.
Cut off 8 5/8" CSG 3' Below G.L. Veryly Cont to Surface
Weld Plate on top of 8 5/8" CSG

See Attached Conditions of Approval

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

Install Dry Hole Marker.

·- `-

SIGNATURE _ En fill	TITLE <u>Petroleum Engineer</u>	DATE <u>11/13/2018</u>
Type or print name Eric Sprinkle	E-mail address: <u>eric@vfpetroleum.com</u>	PHONE: <u>432-683-3344</u>
For State Use Only APPROVED BY: Mathematical Conditions of Approval (if any):	TITLE P.E.S.	DATE 11 26 2018

md \ eng \ drilling \ history \ 2 Well: Shell St #1 Location: 330' FSL & 1 O Sec 23 T-12 Lea County, 1 API# 30-025-02860	980' FEL 7-S R-35-E NM	Operator Field Elevation: GL= KB-GL=	= 3918'
Depth Hole Sz		Perfs and Tops	Casing & Cement
327 <u>11"</u>			8 5/8" 24# J-55 CSG w/ 175 sx CMT
		T Rustler @ 1,680' T Salt @ 1,786'	
		B Salt @ 2,770'	
		T Yates @ 2,950'	
		T 7 Rivers @ 3,300'	
		T Queen @ 3,785'	
		T Grayburg @ 4,148'	
		Perfs: 4,238' - 4,248' (8/30/17)	
		Perfs: 4,266' - 4,278' (7/11/17)	
4362			CIBP @ 4,340' (8/17) 4 1/2" 17# CSG w/ 1028 CMT
		T San Andres @ 4,466'	Plug @ 4,490' - 4,400' (DH 1975)
4635 7 7/9"			OId TD (DH 1075)
<u>4635 7 7/8"</u>			Old TD (DH 1975)
<u>REMARKS:</u>		· ·	

md \ eng \ drilling \ history \ Shell St #1 WBS 1706 Well: Shell St #1 Location: 330' FSL & 1980' FEL O Sec 23 T-17-S R-35-E		
Lea County, NM API# 30-025-02860	KB-GL=	
		= <u>3929</u>
Depth Hole Sz	Perfs and Tops	Casing & Cement
327 11"		Prop: CMT Plug: 377' - Surf 8 5/8" 24# J-55 CSG w/ 175 sx CMT
	T Rustler @ 1,680' T Salt @ 1,786'	Prop: 25 sk CMT Plug: 1,836' - 1,736'
	B Salt @ 2,770'	Prop: 25 sk CMT Plug: 2,820' - 2,720'
	T Yates @ 2,950'	
	T 7 Rivers @ 3,300'	
	T Queen @ 3,785'	
	T Grayburg @ 4,148'	Prop: CIBP @ 4,188' w/ 25 sx CMT
	Perfs: 4,238' - 4,248' (8/30/17)	
	Perfs: 4,266' - 4,278' (7/11/17)	
4362		CIBP @ 4,340' (8/17) 4 1/2" 17# CSG w/ 1028 CMT
	T San Andres @ 4,466'	Plug @ 4,490' - 4,400' (DH 1975)
<u>4635 7 7/8"</u>		Old TD (DH 1975)
REMARKS:		

GENERAL CONDITIONS OF APPROVAL:

- 1) Insure all bradenheads have been exposed, identified, and valves are operational prior to rigging up on well.
- 2) Contact the appropriate NMOCD District Office no later than 24 hours prior to moving in and rigging up.
- 3) A copy of the approved C103 intent to P&A should be distributed to the onsite company and plugging representatives. Approved procedures are good for a period of one year from approved date, unless otherwise specified on the C103 intent. Approvals past this date will require the submission and approval of a new C103 intent.
- 4) A company representative is required to be present to witness all operations including setting CIBP's, circulation of mud laden fluids, perforating, squeezing or spotting cement plugs, tags, or any other operations approved on the C103 intent to P&A. Company representative should contact the NMOCD and report all operations.
- 5) Any changes that may be required during plugging operations should be approved by the NMOCD before proceeding.
- 6) A closed loop system is to be used for all plugging operations. Contents of the steel pits to be hauled to a NMOCD permitted disposal facility.
- 7) Mud laden fluids must be placed between all cement plugs mixed at 25 sacks of salt gel per 100 barrels of brine.
- 8) All cement plugs will be 100' or 25 sacks cement, whichever is greater. Class 'C' cement will be used above 7500' and Class 'H' below 7500'.