

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD Hobbs
HOBBS OCD

FEB 20 2013

FORM APPROVED
OMB No. 1004-0137
Expires: October 31, 2014

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE - Other instructions on page 2.

1. Type of Well

☐ Oil Well ☒ Gas Well ☐ Other

2. Name of Operator
VPR Operating, LLC

3a. Address
1406 Camp Craft Road, Suite 106
Austin, TX. 78746

3b. Phone No. (include area code)
(513) 327-8776

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
1980 FNL & 1500 FEL Sec. 35, T-25S, R-32E Lea County, NM (NAD-83)

5. Lease Serial No.
108973

6. If Indian, Allottee or Tribe Name

7. If Unit of CA/Agreement, Name and/or No.

8. Well Name and No.
Harrier 35 Federal Com. # 1-H

9. API Well No.
30-025-40572

10. Field and Pool or Exploratory Area
Lower Bone Spring

11. County or Parish, State
Lea County

12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other <u>Permission to sell oil</u>
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.)

VPR OPERATING, LLC. requests permission to sell oil from two 400 bbl. rented temporary tanks set on location. This oil is purchased by Sunoco and transported by Great Lakes Trucking. Great Lakes has strapped the tanks and assigned tank numbers to each tanks. The east tank is tank # 07699901 and the west tank is tank # 07699902. These tanks are temporary tanks and will be replaced soon with permanent production tanks. Great Lakes will work the tanks onsite and no off-lease measurement will be needed.

SEE ATTACHED FOR
CONDITIONS OF APPROVAL

14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed)

Gene Simer

Title: Permitting agent

Signature

Gene Simer

Date: 01/18/2013

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

Office

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)

APPROVED

FEB 16 2013

STATE OF NEW MEXICO
BUREAU OF LAND MANAGEMENT
CARLSBAD FIELD OFFICE

FEB 21 2013

SUNOCO PARTNERS M&T L.P. TANK DETAIL REPORT

PAGE 1

TANK NUMBER : 07699901
 PROPERTY CODE : 0769990000
 GAUGER BEAT :
 LEASE-NAME : HARRIER 35 FED COM 1H
 FIELD NAME : WILDCAT
 COUNTY : LEA
 STATE : NEW MEXICO
 OPERATOR : VPR OPERATING LLC

START DATE : 2013/01/11
 TANK HEIGHT : 12' 00" 00
 TOTAL BARRELS : 403.99

1 / 4 INCH INCREMENTS

SEGMENT	BBL/INCR.	SEGMENT	BBL/INCR.	SEGMENT	BBL/INCR.
192	0.629463				
576	0.702340				

IN.	0' 0"	1' 0"	2' 0"	3' 0"	4' 0"	5' 0"	6' 0"	7' 0"	8' 0"	9' 0"	10' 0"	11' 0"	12' 0"	13' 0"	14' 0"	15' 0"	IN.
0	0.00	33.57	67.14	100.72	134.29	167.86	201.43	235.00	268.57	302.14	335.71	369.28	403.99				0
1/4	0.00	33.57	67.14	100.72	134.29	167.86	201.43	235.00	268.57	302.14	335.71	369.28					1/4
1/2	0.00	33.57	67.14	100.72	134.29	167.86	201.43	235.00	268.57	302.14	335.71	369.28					1/2
3/4	0.00	33.57	67.14	100.72	134.29	167.86	201.43	235.00	268.57	302.14	335.71	369.28					3/4
1	0.00	33.57	67.14	100.72	134.29	167.86	201.43	235.00	268.57	302.14	335.71	369.28					1
1/4	0.00	33.57	67.14	100.72	134.29	167.86	201.43	235.00	268.57	302.14	335.71	369.28					1/4
1/2	0.00	33.57	67.14	100.72	134.29	167.86	201.43	235.00	268.57	302.14	335.71	369.28					1/2
3/4	0.00	33.57	67.14	100.72	134.29	167.86	201.43	235.00	268.57	302.14	335.71	369.28					3/4
2	0.00	33.57	67.14	100.72	134.29	167.86	201.43	235.00	268.57	302.14	335.71	369.28					2
1/4	0.00	33.57	67.14	100.72	134.29	167.86	201.43	235.00	268.57	302.14	335.71	369.28					1/4
1/2	0.00	33.57	67.14	100.72	134.29	167.86	201.43	235.00	268.57	302.14	335.71	369.28					1/2
3/4	0.00	33.57	67.14	100.72	134.29	167.86	201.43	235.00	268.57	302.14	335.71	369.28					3/4
3	0.00	33.57	67.14	100.72	134.29	167.86	201.43	235.00	268.57	302.14	335.71	369.28					3
1/4	0.00	33.57	67.14	100.72	134.29	167.86	201.43	235.00	268.57	302.14	335.71	369.28					1/4
1/2	0.00	33.57	67.14	100.72	134.29	167.86	201.43	235.00	268.57	302.14	335.71	369.28					1/2
3/4	0.00	33.57	67.14	100.72	134.29	167.86	201.43	235.00	268.57	302.14	335.71	369.28					3/4
4	0.00	33.57	67.14	100.72	134.29	167.86	201.43	235.00	268.57	302.14	335.71	369.28					4
1/4	0.00	33.57	67.14	100.72	134.29	167.86	201.43	235.00	268.57	302.14	335.71	369.28					1/4
1/2	0.00	33.57	67.14	100.72	134.29	167.86	201.43	235.00	268.57	302.14	335.71	369.28					1/2
3/4	0.00	33.57	67.14	100.72	134.29	167.86	201.43	235.00	268.57	302.14	335.71	369.28					3/4
5	0.00	33.57	67.14	100.72	134.29	167.86	201.43	235.00	268.57	302.14	335.71	369.28					5
1/4	0.00	33.57	67.14	100.72	134.29	167.86	201.43	235.00	268.57	302.14	335.71	369.28					1/4
1/2	0.00	33.57	67.14	100.72	134.29	167.86	201.43	235.00	268.57	302.14	335.71	369.28					1/2
3/4	0.00	33.57	67.14	100.72	134.29	167.86	201.43	235.00	268.57	302.14	335.71	369.28					3/4
6	0.00	33.57	67.14	100.72	134.29	167.86	201.43	235.00	268.57	302.14	335.71	369.28					6
1/4	0.00	33.57	67.14	100.72	134.29	167.86	201.43	235.00	268.57	302.14	335.71	369.28					1/4
1/2	0.00	33.57	67.14	100.72	134.29	167.86	201.43	235.00	268.57	302.14	335.71	369.28					1/2
3/4	0.00	33.57	67.14	100.72	134.29	167.86	201.43	235.00	268.57	302.14	335.71	369.28					3/4
7	0.00	33.57	67.14	100.72	134.29	167.86	201.43	235.00	268.57	302.14	335.71	369.28					7
1/4	0.00	33.57	67.14	100.72	134.29	167.86	201.43	235.00	268.57	302.14	335.71	369.28					1/4
1/2	0.00	33.57	67.14	100.72	134.29	167.86	201.43	235.00	268.57	302.14	335.71	369.28					1/2
3/4	0.00	33.57	67.14	100.72	134.29	167.86	201.43	235.00	268.57	302.14	335.71	369.28					3/4
8	0.00	33.57	67.14	100.72	134.29	167.86	201.43	235.00	268.57	302.14	335.71	369.28					8
1/4	0.00	33.57	67.14	100.72	134.29	167.86	201.43	235.00	268.57	302.14	335.71	369.28					1/4
1/2	0.00	33.57	67.14	100.72	134.29	167.86	201.43	235.00	268.57	302.14	335.71	369.28					1/2
3/4	0.00	33.57	67.14	100.72	134.29	167.86	201.43	235.00	268.57	302.14	335.71	369.28					3/4
9	0.00	33.57	67.14	100.72	134.29	167.86	201.43	235.00	268.57	302.14	335.71	369.28					9
1/4	0.00	33.57	67.14	100.72	134.29	167.86	201.43	235.00	268.57	302.14	335.71	369.28					1/4
1/2	0.00	33.57	67.14	100.72	134.29	167.86	201.43	235.00	268.57	302.14	335.71	369.28					1/2
3/4	0.00	33.57	67.14	100.72	134.29	167.86	201.43	235.00	268.57	302.14	335.71	369.28					3/4
10	0.00	33.57	67.14	100.72	134.29	167.86	201.43	235.00	268.57	302.14	335.71	369.28					10
1/4	0.00	33.57	67.14	100.72	134.29	167.86	201.43	235.00	268.57	302.14	335.71	369.28					1/4
1/2	0.00	33.57	67.14	100.72	134.29	167.86	201.43	235.00	268.57	302.14	335.71	369.28					1/2
3/4	0.00	33.57	67.14	100.72	134.29	167.86	201.43	235.00	268.57	302.14	335.71	369.28					3/4

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T-107 P.001/002 F-716

SUNOCO PARTNERS M&T L.P. TANK DETAIL REPORT

TANK NUMBER : 07699902
 PROPERTY CODE : 0769990000
 GAUGER BEAT :
 LEASE NAME : HARRIER 35 FED CON 1H
 FIELD NAME : WILDCAT
 COUNTY : LEA
 STATE : NEW MEXICO
 OPERATOR : VPR OPERATING LLC

START DATE : 2013/01/11
 TANK HEIGHT : 12' 00" 01
 TOTAL BARRELS : 402.98

1 / 4 INCH INCREMENTS

PAGE 1

SEGMENT	BBL/INCR.	SEGMENT	BBL/INCR.	SEGMENT	BBL/INCR.
122	0.696304				
577	0.699463				

IN.	0' 0"	1' 0"	2' 0"	3' 0"	4' 0"	5' 0"	6' 0"	7' 0"	8' 0"	9' 0"	10' 0"	11' 0"	12' 0"	13' 0"	14' 0"	15' 0"	IN.
0	0.00	33.42	66.84	100.26	133.68	167.10	200.52	233.94	267.36	300.78	334.20	367.62	402.98				0
1/4	0.00	33.42	66.84	100.26	133.68	167.10	200.52	233.94	267.36	300.78	334.20	367.62	402.98				1/4
1/2	0.00	33.42	66.84	100.26	133.68	167.10	200.52	233.94	267.36	300.78	334.20	367.62	402.98				1/2
3/4	0.00	33.42	66.84	100.26	133.68	167.10	200.52	233.94	267.36	300.78	334.20	367.62	402.98				3/4
1	5.57	38.99	72.41	105.83	139.25	172.67	206.09	239.51	272.93	306.35	339.77	373.19					1
1/4	5.57	38.99	72.41	105.83	139.25	172.67	206.09	239.51	272.93	306.35	339.77	373.19					1/4
1/2	5.57	38.99	72.41	105.83	139.25	172.67	206.09	239.51	272.93	306.35	339.77	373.19					1/2
3/4	5.57	38.99	72.41	105.83	139.25	172.67	206.09	239.51	272.93	306.35	339.77	373.19					3/4
2	10.14	43.56	77.98	111.40	144.82	178.24	211.66	245.08	278.50	311.92	345.34	378.76					2
1/4	10.14	43.56	77.98	111.40	144.82	178.24	211.66	245.08	278.50	311.92	345.34	378.76					1/4
1/2	10.14	43.56	77.98	111.40	144.82	178.24	211.66	245.08	278.50	311.92	345.34	378.76					1/2
3/4	10.14	43.56	77.98	111.40	144.82	178.24	211.66	245.08	278.50	311.92	345.34	378.76					3/4
3	14.71	48.13	82.55	115.97	149.39	182.81	216.23	249.65	283.07	316.49	349.91	383.33					3
1/4	14.71	48.13	82.55	115.97	149.39	182.81	216.23	249.65	283.07	316.49	349.91	383.33					1/4
1/2	14.71	48.13	82.55	115.97	149.39	182.81	216.23	249.65	283.07	316.49	349.91	383.33					1/2
3/4	14.71	48.13	82.55	115.97	149.39	182.81	216.23	249.65	283.07	316.49	349.91	383.33					3/4
4	19.28	52.70	87.12	120.54	153.96	187.38	220.80	254.22	287.64	321.06	354.48	387.90					4
1/4	19.28	52.70	87.12	120.54	153.96	187.38	220.80	254.22	287.64	321.06	354.48	387.90					1/4
1/2	19.28	52.70	87.12	120.54	153.96	187.38	220.80	254.22	287.64	321.06	354.48	387.90					1/2
3/4	19.28	52.70	87.12	120.54	153.96	187.38	220.80	254.22	287.64	321.06	354.48	387.90					3/4
5	23.85	57.27	91.69	125.11	158.53	191.95	225.37	258.79	292.21	325.63	359.05	392.47					5
1/4	23.85	57.27	91.69	125.11	158.53	191.95	225.37	258.79	292.21	325.63	359.05	392.47					1/4
1/2	23.85	57.27	91.69	125.11	158.53	191.95	225.37	258.79	292.21	325.63	359.05	392.47					1/2
3/4	23.85	57.27	91.69	125.11	158.53	191.95	225.37	258.79	292.21	325.63	359.05	392.47					3/4
6	28.42	61.79	96.21	129.63	163.05	196.47	229.89	263.31	296.73	330.15	363.57	396.99					6
1/4	28.42	61.79	96.21	129.63	163.05	196.47	229.89	263.31	296.73	330.15	363.57	396.99					1/4
1/2	28.42	61.79	96.21	129.63	163.05	196.47	229.89	263.31	296.73	330.15	363.57	396.99					1/2
3/4	28.42	61.79	96.21	129.63	163.05	196.47	229.89	263.31	296.73	330.15	363.57	396.99					3/4
7	32.99	66.36	100.78	134.19	167.61	201.03	234.45	267.87	301.29	334.71	368.13	401.55					7
1/4	32.99	66.36	100.78	134.19	167.61	201.03	234.45	267.87	301.29	334.71	368.13	401.55					1/4
1/2	32.99	66.36	100.78	134.19	167.61	201.03	234.45	267.87	301.29	334.71	368.13	401.55					1/2
3/4	32.99	66.36	100.78	134.19	167.61	201.03	234.45	267.87	301.29	334.71	368.13	401.55					3/4

**Bureau of Land Management
Carlsbad Field Office
620 East Greene Street
Carlsbad, New Mexico 88220
575-234-5972**

**Harrier 35 Fed Com 1H
VPR Operating LLC
2/16/2013**

**Condition of Approval
Oil Sales From Temporary Facility**

1. This approval is subject to like approval by the New Mexico Oil Conservation Division.
2. This agency shall be notified of any spill or discharge as required by NTL-3A.
3. This agency reserves the right to modify or rescind approval whenever it determines continued use of the approved method may adversely affect the surface or subsurface environments.
4. This approval does not constitute right-of-way approval for any off-lease activities. Within 30 days, an application for right-of-way approval must be submitted to the Realty Section if not already done.
5. Approval for sales from a temporary production facility is a privilege which is granted to operator for the purpose of allowing production sales on this lease. Applicant should be cognizant that failure to operate in accordance with the provisions outlined in the Authorized Officer's conditions of approval and/or subsequent stipulations or modifications will subject such approval to revocation.
6. All Tanks to be gauged must be steel tanks, vertical in nature, be appropriately calibrated by table, and have unique identification numbers.
7. Each oil storage tank to be used for oil sales by tank gauging shall be accurately calibrated for such gauging, using the API Standard 2550 (ANSI/ASTM D-1220), "Method for Measurement and Calibration of Upright Cylindrical Tanks," 1965, reaffirmed August 1987, and API RP 2556, "Correcting Gauge Tables for Incrustation," August 1968. The following minimum standards shall be satisfied:
 - a. Sales tank capacities shall be determined by actual tank measurements by the method known as "tank calibration" and in accordance with the above-referenced API Standards.
8. Oil Gauging, sampling, temperatures, gravity determinations, and BS&W determinations must be performed as in any other normal oil sale.
9. All above ground structures on the lease shall be painted Shale Green (5Y 4/2), or as per approved APD stipulations, except those that are temporary. This is to be done within 90 days, if you have not already done so.
10. All gas and oil subject to royalty shall be measured as per federal regulations and shall be reported to ONRR as required. All gas which is vented, flared or used on lease shall be reported

as per NTL-4A to ONRR. All gas which is vented or flared shall be subject to royalty, unless prior approval was given by the authorized officer.

11. This agency shall be notified of any change in sales method or location of sales point.
12. First Sales must be witnessed in person by BLM PET from the Hobbs field office. Call and make arrangements to do so at (575) 393-3612