

District I - (575) 393-6181
 1625 N. French Dr., Hobbs, NM 88240
 District II - (575) 748-1283
 811 S. First St., Artesia, NM 88210
 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

RECEIVED
 RECEIVED
 ARTESIA CONSERVATION DIVISION
 RECEIVED
 ARTESIA

WELL API NO. 30-015-26368
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name SOUTH CULEBRA BLUFF 23
8. Well Number 12
9. OGRID Number 258350
10. Pool name or Wildcat EAST LOVING BRUSHY CANYON
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 2992.4

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.)

1. Type of Well: Oil Well Gas Well Other

2. Name of Operator
VANGUARD PERMIAN LLC

3. Address of Operator
5847 SAN FELIPE, SUITE 3000, HOUSTON, TEXAS 77057

4. Well Location
 Unit Letter H 2140 feet from the NORTH line and 400 feet from the EAST line
 Section 23 Township 23S Range 28E NMPM EDDY County

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

NOTICE OF INTENTION TO:

- PERFORM REMEDIAL WORK PLUG AND ABANDON
 TEMPORARILY ABANDON CHANGE PLANS
 PULL OR ALTER CASING MULTIPLE COMPL
 DOWNHOLE COMMINGLE
 CLOSED-LOOP SYSTEM
 OTHER:

SUBSEQUENT REPORT OF:

- REMEDIAL WORK ALTERING CASING
 COMMENCE DRILLING OPNS. P AND A
 CASING/CEMENT JOB
 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 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

2-27-14 -3-6-14

MIRU PU and unhang well, pull out production equipment, make cleanout run with bit and scraper. Set CIBP @ 6170 and Perorate Lower Brushy Canyon interval 6155-6165, 6144-6148, 6072-6068, 6001-6014, 5982-5993, 5922-5926, 5902-5912, 5870-5882. Pump 4000 gals 7.5% NEFE acid to break-down perforations, Tested well, all water
 Set CIBP @ 6130, still all water on test
 Set CIBP @ 5730, dumped 2 sx cmt on top of CIBP.
 24hrs test: East Loving Brushy Canyon (40350) 0 BOPD, 0 MCF
 Well Shut-In at this time planning to recomplete at a later date.

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 Gaye Heard TITLE AGENT DATE 3-19-14

Type or print name GAYE HEARD E-mail address: gheard@oilreportsinc.com PHONE: 575-393-2727

For State Use Only

APPROVED BY: R Dade TITLE Dist Engineer DATE 3/25/2014

Conditions of Approval (if any):