

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

David Martin
Cabinet Secretary-Designate

Brett F. Woods, Ph.D.
Deputy Cabinet Secretary

Jami Bailey, Division Director
Oil Conservation Division



New Mexico Oil Conservation Division approval and conditions listed below are made in accordance with OCD Rule 19.15.7.11 and are in addition to the actions approved by BLM on the following 3160-4 or 3160-5 form.

Operator Signature Date: 8-15-2013

Application Type:

P&A
 Drilling/Casing Change
 Recomplete/DHC
 Location Change
 Other: _____

Well information:

API Well #	Well Name	Well #	Operator Name	Type	Stat	County	Surf. Owner	UL	Sec	Twp	N/S	Rng	W/E	Feet	NS	Ft	EW
30-045-35403-00-00	HOGBACK DEEP 12	034	VISION ENERGY GROUP LLC	O	N	San Juan	N	O	12	29	N	17	W	500	S	1700	E

Conditions of Approval:

*Notify NMOCD 24hrs prior to beginning operations.

*Hold C104 for NSL for Hogback Penn

AUG 27 2013

NMOCD Approved by Signature

Date

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

RECEIVED

FORM APPROVED
OMB No. 1004-0135
Expires November 30, 2000

SUNDRY NOTICES AND REPORTS ON WELLS **AUG 19 2013**

Do not use this form for proposals to drill or reenter an abandoned well. Use Form 3160-3 (APD) for such proposals. *Proposals to Field Office*

5. Lease Serial No.
I-89-IND-58

6. If Indian, Allottee or Tribe Name
Navajo Nation

7. If Unit of CA/Agreement, Name and/or N

8. Well Name and No.
Hogback Deep 12 #34

9. API Well No.
30-045-35403

10. Field and Pool, or Exploratory Area
Hogback Penn & WC Leadville

11. County or Parish, State
San Juan County

SUBMIT IN TRIPLICATE - Other instructions on reverse side

1. Type of Well
 Oil Well Gas Well Other

2. Name of Operator
Vision Energy Group LLC

3a. Address
7415 East Main, Farmington, NM

3b. Phone No. (include area code)
505-327-4892

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
500' fsl & 1700' fel, Section 12, T29N, R17W

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

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" 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 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 type="checkbox"/> Other _____
	<input checked="" 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 Operations (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 recompleate 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 shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleation in a new interval, a Form 3160-4 shall be filed once Testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

Vision Energy is requesting the following changes to the original drilling plan:

- 1) Utilize a 3M 11" BOP system (see attachment)
- 2) Change casing/cement program (see attachment)

RCVD AUG 21 '13
OIL CONS. DIV.
DIST. 3

THIS APPROVAL OR ACCEPTANCE OF THIS ACTION DOES NOT RELIEVE THE LESSEE AND OPERATOR FROM OBTAINING ANY OTHER AUTHORIZATION REQUIRED FOR OPERATIONS ON FEDERAL AND BLM LANDS

CONDITIONS OF APPROVAL
Adhere to previously issued stipulations.

14. I hereby certify that the foregoing is true and correct

Name (Printed/Typed) John C. Thompson	Title Agent / Engineer
Signature 	Date August 15, 2013

THIS SPACE FOR FEDERAL OR STATE USE

Approved by Troy Salvors	Title Petroleum Engineer	Date 8/19/2013
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.		Office FFO

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

NMOC D TV

Well Control Equipment Schematic for 3M Service

Attachment to Drilling Technical Program

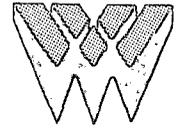
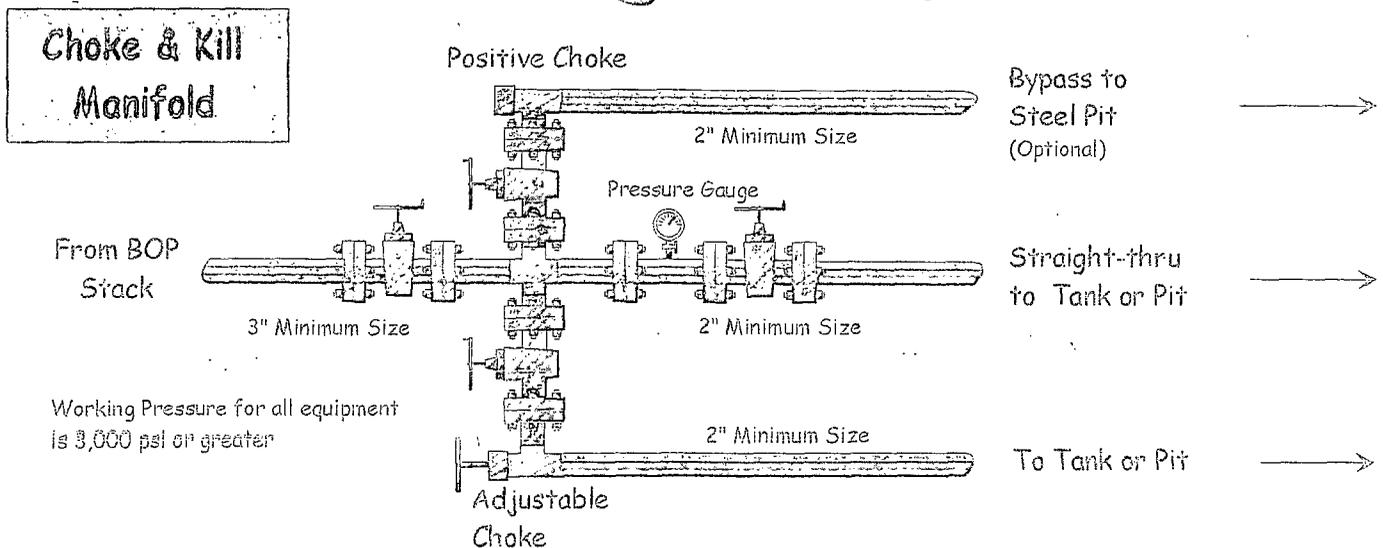
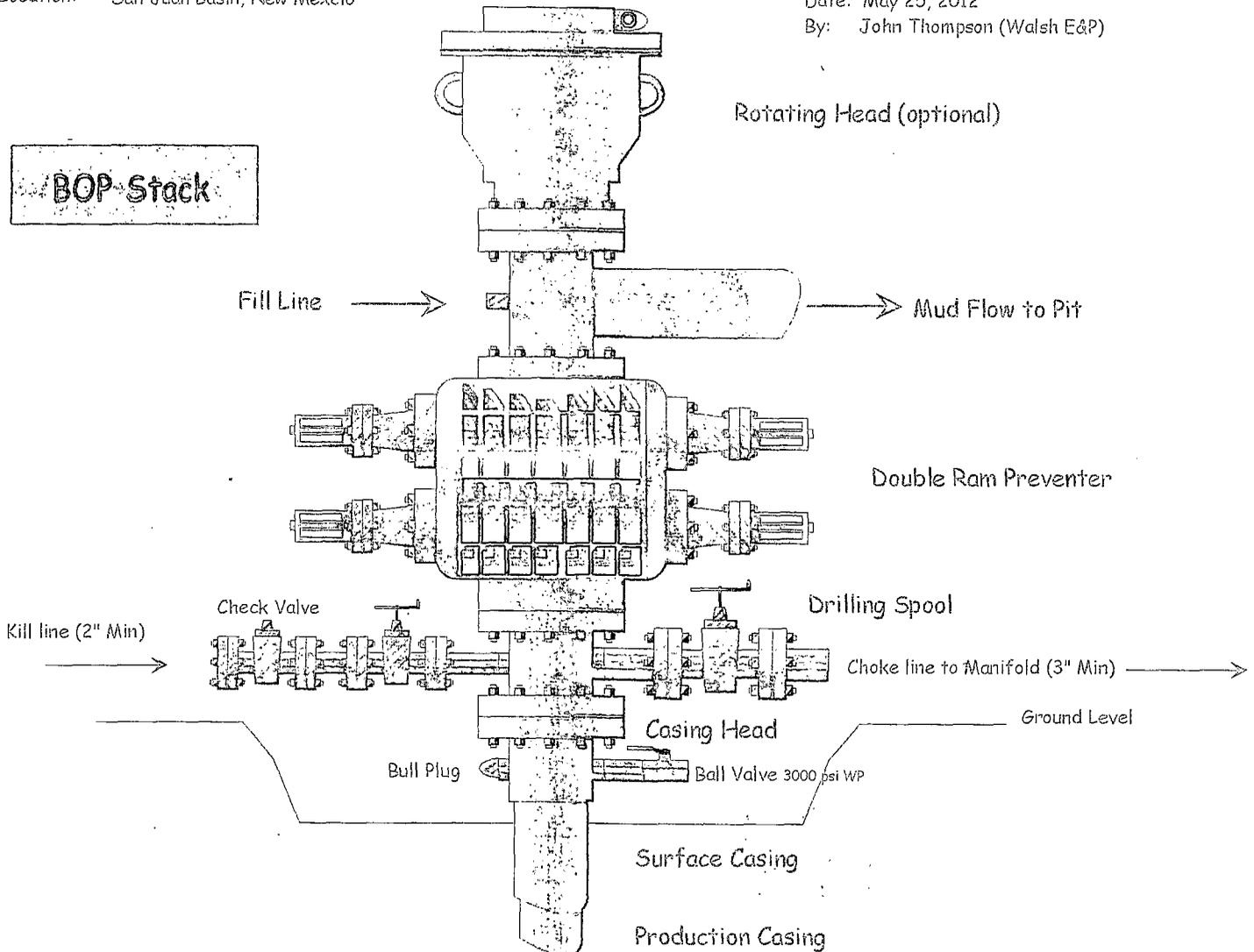


Exhibit #1 Typical BOP setup

Location: San Juan Basin, New Mexico

Date: May 25, 2012

By: John Thompson (Walsh E&P)



Vision Energy Group LLC
Hogback Deep 12 #34
Sec 12., T29N, R17W

Surface

Bit: 12-1/4"

Casing: 9-5/8" (J55 or K55), 40 ppf

Depth: ~ 1130'

Cement Slurry: Type III or equivalent type of cement w/ additives. 515 sx (711 cf) at 14.6 ppg. Volume based on 100% excess. Volumes and additives may vary based on actual drilling conditions.

Production

Bit: 8-3/4"

Casing: 5-1/2", P110, 17 ppf

Depth: ~ 7500'

Stage Tool at ~ 4300'

Cement Slurry: Stage #1) Premium Lite FM HS. 614 sx (1216 cf) at 12.5 ppg. Stage #2) Lead: Premium Lite FM HS. 725 sx (1436 cf), Tail: Type III or equivalent type of cement. 50 sx (69 cf) at 14.6 ppg. Volume based on 50% excess in open hole & 10% excess in casing overlap. Volumes and additives may vary based on actual drilling conditions.