

Submit 1 Copy To Appropriate District Office
 District I - (575) 393-6161
 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

State of New Mexico
 Energy, Minerals and Natural Resources

Form C-103
 Revised July 18, 2013

OIL CONSERVATION DIVISION
 1220 South St. Francis Dr.
 Santa Fe, NM 87505

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.)		WELL API NO. 30-025-27005 ✓
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator V-F PETROLEUM INC. ✓		6. State Oil & Gas Lease No. E10775
3. Address of Operator P.O. Box 1889, Midland, Texas 79702		7. Lease Name or Unit Agreement Name Arco State
4. Well Location Unit Letter L : 1980 feet from the South line and 660 feet from the West line Section 35 Township 15-S Range 36-E NMPM Lea County		8. Well Number 1 ✓
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3,879' KB		9. OGRID Number 24010 ✓
10. Pool name or Wildcat Dean: Permo Penn		10. Pool name or Wildcat Dean: Permo Penn

OCD - HOBBS
01/05/2017
RECEIVED

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

NOTICE OF INTENTION TO:			SUBSEQUENT REPORT OF:		
PERFORM REMEDIAL WORK	<input checked="" type="checkbox"/>	PLUG AND ABANDON	<input type="checkbox"/>	REMEDIAL WORK	<input type="checkbox"/>
TEMPORARILY ABANDON	<input type="checkbox"/>	CHANGE PLANS	<input type="checkbox"/>	ALTERING CASING	<input type="checkbox"/>
PULL OR ALTER CASING	<input type="checkbox"/>	MUTIPLE COMPL	<input type="checkbox"/>	COMMENCE DRILLING OPNS	<input type="checkbox"/>
DOWNHOLE COMMINGLE	<input type="checkbox"/>	CLOSED-LOOP SYSTEM	<input type="checkbox"/>	CASING/CEMENT JOB	<input type="checkbox"/>
OTHER:	<input type="checkbox"/>		<input type="checkbox"/>	OTHER:	<input type="checkbox"/>

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.

Retrieve RBP @ 11,815'.
 Test Devonian (OH 13,650' - 13,692') for production.
 Set RBP @ 11,450'.
 Add Permo Penn Perfs (10,390' - 10,412').
 Acidize Permo Penn Perfs (10,390' - 10,412').
 Test Permo Penn (10,390' - 10,412') for production.
 Retrieve RBP @ 11,450'.
 Downhole comingle all zones.
 Return to production.

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

SIGNATURE *Eric Sprinkle* TITLE Petroleum Engineer DATE 1/03/2017
 Type or print name Eric Sprinkle E-mail address: eric@vfpetroleum.com PHONE: 432-683-3344
For State Use Only

APPROVED BY: *[Signature]* TITLE Petroleum Engineer DATE 01/06/2017
 Conditions of Approval (if any): Can not physically downhole comingle until DHC order is approved by Santa Fe