

Office

Energy, Minerals and Natural Resources

May 27, 2004

District I

1625 N French Dr, Hobbs, NM 88240

District II

1301 W Grand Ave, Artesia, NM 88210

District III

1000 Rio Brazos Rd, Aztec, NM 87410

District IV

1220 S St Francis Dr., Santa Fe, NM 87505

HOBBS OCD

FEB 08 2012

RECEIVED

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

WELL API NO.

30-025-34068

5. Indicate Type of Lease

STATE ☐ FEE ☒

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name

EIDSON 23

8. Well Number 1

9. OGRID Number 024010

10. Pool name or Wildcat
SHOEBAR; WOLFCAMP

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 ~~SWD~~2. Name of Operator
V-F PETROLEUM INC.3. Address of Operator
P.O. BOX 1889, MIDLAND, TEXAS 79702

4. Well Location

Unit Letter L : 1,980 feet from the SOUTH line and 660 feet from the WEST lineSection 23 Township 16-S Range 35-E NMPM LEA County11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3,973' GLPit or Below-grade Tank Application ☐ or Closure ☐Pit type NONE Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____

Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____

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 ☐OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐COMMENCE DRILLING OPNS. ☐ P AND A ☐CASING/CEMENT JOB ☐OTHER: LOCATE CASING LEAK ☒

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 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

07/19/11 Set RBP at 10,100'

07/20/11 Locate casing leak at 8,832'.

07/21/11 Run all production equipment. Release WO rig.

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines ☐, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.SIGNATURE M. Wayne Luna TITLE PRODUCTION SUPERINTENDENT DATE 02/02/12Type or print name M. WAYNE LUNA E-mail address: _____ Telephone No. (432) 683-3344

(This space for State use)

APPROVED BY [Signature] TITLE STAFF MGR DATE 2-9-2012

Conditions of approval, if any: