

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

HOBBS OCD
MAR 04 2013
RECEIVED

State of New Mexico
 Energy, Minerals and Natural Resources
WATER CONSERVATION DIVISION
 1220 South St. Francis Dr.
 Santa Fe, NM 87505

Form C-103
 Revised August 1, 2011

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. 30-025-05255
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 Vanguard Permian LLC		6. State Oil & Gas Lease No. B-8944
3. Address of Operator 1209 south Main Lovington, NM 88260		7. Lease Name or Unit Agreement Name Mexico F
4. Well Location Unit Letter <u>A</u> : <u>984</u> feet from the <u>NORTH</u> line and <u>980</u> feet from the East line Section <u>2</u> Township <u>15S</u> Range <u>37E</u> NMPM <u>LEA</u> County		8. Well Number#10 9. OGRID Number <u>258350</u>
11. Elevation (Show whether DR, RKB, RT, GR, etc.)		10. Pool name or Wildcat Denton Devonion

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

NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/> DOWNHOLE COMMINGLE <input type="checkbox"/>		SUBSEQUENT REPORT OF: REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> P AND A <input type="checkbox"/> CASING/CEMENT JOB <input type="checkbox"/>	
OTHER: Return-well to active status <input checked="" 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.

- MIRURIH with scrapper dn to 6000'.
- RIH with ESP dn to 6000'.
- Start pumping to Mexico F tank battery.
- Pumping Elenburger perms from 12500-12574'

Devonion

Spud Date: Rig Release

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

SIGNATURE Mike Jones TITLE Production Foreman DATE 3/1/2013
 Type or print name Mike Jones E-mail address: m.jones@varelle.com PHONE: 390-4644
 For State Use Only
 APPROVED BY [Signature] TITLE Dist MGR DATE 3-4-2013

OCD Condition of Approval:
 After remedial work has been done. Forms required are:
 C-103 Subsequent Report with dates and the work that was done, and
 C-104 with transporter(s), perms producing from, tubing size and depth
 & 24 hour production test.

MAR 04 2013