

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

HOBBS OCD

NOV 12 2013

RECEIVED

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

Form C-103
Revised July 18, 2013

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| 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. 30-025-33681 |
| 1. Type of Well: Oil Well <input 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. |
| 3. Address of Operator P O BOX 1570 281 NORTH NM HIGHWAY 248 EUNICE NEW MEXICO 88231 | | 7. Lease Name or Unit Agreement Name Cole State |
| 4. Well Location Unit Letter <u>H</u> : <u>2300</u> feet from the <u>NORTH</u> line and <u>920</u> feet from the <u>EAST</u> line Section <u>16</u> Township <u>22S</u> Range <u>37E</u> NMPM LEA County | | 8. Well Number <u>7</u> |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc.) | | 9. OGRID Number 258350 |
| | | 10. Pool name or Wildcat Penrose Skelly Grayburg |

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.

7-26-13-9-4-13

RU AND POOH WITH PRODUCTION EQUIPMENT, MAKE CLEANOUT RUN WITH BIT AND CASING SCRAPER, SET COMPOSITE BRIDGE PLUG AT 3770', DISCOUNT HOLE IN CASING AT 3689, TWO FEET FROM PROPOSED PERF INTERVAL. CHANGED PLAN SET A RBP ABOVE HOLE AND PERF HIHGER UP IN ORDER TO FRAC INTERVAL. SET RBP AT 3668. PERFORATE PENROSE SKELLY GRAYBURG INTERVAL 3458-3462, 3490-3492, 3524-3528, 3632-3634. FRAC WELL WITH 81,523 LLBS OF PROPANT. PUT WELL BACK ON PRODUCTION,

24 HRS TEST, PENROSE SKELLY GRAYBURG - 1 BOPD, 245 MCF

Spud Date:

Rig Release Date:

OPERATOR HAS NOT FILED A FRAC DISCLOSURE FORM ONLINE

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

SIGNATURE Gaye HeardTITLE AGENTDATE 11/7/13Type or print name GAYE HEARD E-mail address: gheard@oilreportsinc.com PHONE: 575-393-2727

For State Use Only

APPROVED BY: Mary BrownTITLE Compliance OfficerDATE 11/13/2013

Conditions of Approval (if any):

NOV 14 2013