District 1

1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720

<u>District II</u> 811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720

<u>District III</u> 1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170

District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fav: (505) 476-3462

State of New Mexico

Form C-101 Revised July 18, 2013

Energy Minerals and Natural Resources

Oil Conservation Division

HOBBS OF MENDED REPORT

1220 South St. Francis Dr.

Santa Fe, NM 87505

NOV 1 5 2013

	5-3460 Fax: (505)		PEDMIT TO	ODDII DE E	NTED DI	TEDEN	PL LICRAC	.RECEIVE	DD 4 ZONE			
APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, I Operator Name and Address VANGUARD PERMIAN LLC P O BOX 281 NORTH HIGHWAY 248								PLUGBACK, OR ADD A ZONE 2 OGRID Number 258350				
* Prop	erty Code	2410		Property GRIZZE	Name LLL B		<u> </u>	% Well No.				
				7. Surface L				•				
UL - Lot	Section	Township	Range			I/S Line	Feet From	E/W Lin				
G	8	22S	37E	_		ORTH	1750	EAST	Γ LEA			
UL – Lot	Section	Township	Range	8 Proposed Botte				E/W Lin	ne County			
0.0		. commune		201100			Feet From	3 20.				
•												
	 			9. Pool Info		AZZZ	BEILO.	CO A	Pool Code			
		·	UNICE GRA	YBURG SAN AND	RES, SOUTH	IWE ST	REULY	G/WY	124180-			
				Additional Well	Information		,		503			
,			12. Well Type	13. Cable	/Rotary	ry Lease Type			15. Ground Level Elevation			
	$\frac{1}{2} \frac{1}{2} \frac{1}{2} \frac{P}{P} + \frac{1}{2} \frac{1}{2} \frac{1}{2} \frac{P}{P} = 0$ $\frac{1}{2} \frac{1}{2} \frac{1}{2} \frac{1}{2} \frac{P}{P} = 0$ $\frac{1}{2} \frac{1}{2} \frac{1}{2} \frac{1}{2} \frac{P}{P} = 0$ $\frac{1}{2} \frac{P}{P} = 0$ $$. 19	STATE Contractor		3419 20 Spud Date			
$_{ m i}$ - $_{ m in}$ of $_{ m in}$ $_{ m in}$	10	4 4.0	τιδήσες μεριιι	GRAY	BURG	URG Spin Bate						
Depth to Gro	und water	.1 W. W. c.	Distan	GRAY	r well	4.2.	Distance		rface water			
We will l	e using a cl	osed-loop sy	ystem in lieu of	lined pits Proposed Casing an	d Cement P	ogram						
Туре	Hole	Size	Casing Size	Casing Weight/ft	Settin	Setting Depth		Cement	Estimated TOC			
			13 3/8	48#	1	163						
			9 5/8	36#	39	910						
			7	20#,23#,26#	7:	7500						
	I		Casin	g/Cement Program:	Additional	Comments						
							,					
			22.	Proposed Blowout P	revention P	rogram						
	Type			/orking Pressure	Test Pressuré			Manufacturer				
. The second sec				8	ining Pressure			<u> </u>				
			·-! ·-		•			<u> </u>				
best of my ki	lowledge and	belief.		ue and complete to the:	3.7	··OIL	CONSERVA	TION DI	VISION			
1 further certify that I have complied with 19.15:14.9 (A) NMAC and/or 19.15.14.9 (B) NMAC is applicable. Signature:						Approved By:						
Printed name: GAYE HEARD						Title: Petfoleum Engineer						
Title:				Approved Date: - 0019 Expiration Date:								
E-mail Addre	ilreportsinc.c	com		NOV 2 6 2013								
Date:	Date: #11313 Phone:575-393-2727						ttached					

VANGUARD PERMIAN LLC GRIZZEL B #4

NOV 1 5 2013

G 8 T22S R37E LEA COUNTY API#30-025-26713

RECEIVED

We want to move up to the Grayburg, we will need to circulate cement behind The 7" casing in order to get frac on the Grayburg.

- 1. MIRU completion rig and test anchors
- 2. Pump 4000 gals 15% NEFE acid with 125 ball sealers.
 - a. Pump 500 gals and flush to 3874'.
 - b. Pump last 500 gals and flush to 3874'.
 - c. Record ISIP, 5 min, 10 min and 30 min
- 3. PU 7" CIBP and RIH, set @ 3850. Dump sand on CBP. Test CBP to 3500 psi
- 4. Perforate as follows:
 - a. 3820-3811 (1',2 shots)
- 5. PU packer and RIH to 3800' and set. Test Packer to 3500 psi.
- 6. MIRU cementers.
- 7. Open 7"x9-5/8" annulus and pump down tubing to get circulation up Annulus and injection rate.
- 8. Pump 300 sx cement, displace with water to 3810. WOC for 24 hrs.
- 9. RU power swivel and PU bit to drill cement and cleanout to CIBP @ 3850, Test casing to 500 psi and hold for 30 mins.
- 10. Set CBP @ 3800, test CBP to 3700 psi
- 11. MU 3-1/8" slick casing guns.
- 12. Perforate Grayburg as follows:
 - a. 3660-3670 (10', 20 shots)
 - b. 3780-3790 (10', 20 shots)
- 13. Pump 2500 gals 15% NEFE acid.
- 14. RU frac Co. and frac with 85,000llbs proppant
- 15. PU 2 7/8" production string and put well on production.



Grizzell B #4

Lea County, New Mexico CURRENT COMPLETION - 10/2013

						ING PROG			
TOC @ surf			<u>Depth</u> 1163	<u>Size</u> 13-3/8"	Weight	Grade	<u>I.D.</u>	<u>Collapse</u>	<u>Burst</u>
500 sxs			3910	9 5/8"	36#	K-55	8.097	1,370	2,950
			7500	7"	20,#23#,26#	K-55	4.892	4,910	5,320
13-3/8"csg @ 1163			 Depth	Size	<u>PRODU</u> <u>Weight</u>	UCTION TO Grade	<u>UBING</u> <u>Threads</u>	<u>.</u>	
			4100.00	2 7/8"	6.5#	J-55	EUE		
								_	
			÷	,			HOB	BS OCD	
							MUV.	1 5 2013	
							. N∪v .	19 7012	
							REC	CEIVED	
								/EI V L.	
			,						
									•
TOC @ surf									
1900 sxs									
9 5/8"csg @ 3910			San Andres 3,885' - 3,90						
9 5/0 039 @ 00.0			4,026' - 4,04						•
			·						
			Drinkard Pe	erforations	s Sqz'd 3/98:			1	
			6,423' - 6,68	86'	Sqz d				
			CIBP @ 701	80', capp	ed w/ 35 ' cmt	:		-	
1			Wantz Abo	Perforații	nne:				
			7,100' - 7,13		410.		•		
			CIBP @ 72	00'. capp	ed w/ 35 ' cmt	F			
								*	
TOC @ 3855'			7,234' - 7,24 7,254' - 7,25						
300 sxs		7	1,20 i .,	,,					
*			PBTD = 7,04	145'					
			12	10			•		
7"csģ @ 7500	Noto	This schomatic is no		- dianiau n	··· only				

Note: This schematic is not to scale. For display purposes only.



Grizzell B #4

$m{ANGUARD}$ Eunice San Andres SW - 30-025-26713

Lea County, New Mexico

PROPOSED COMPLETION - 10/2013

