

Submit 3 Copies To Appropriate District Office
 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

State of New Mexico

Energy, Minerals and Natural Resources

Form C-103
 May 27, 2004

HOBBS OCD

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

JAN 28 2014

RECEIVED

WELL API NO. 30-025-22157
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. VO-8335
7. Lease Name or Unit Agreement Name GROSS
8. Well Number 2
9. OGRID Number 024010
10. Pool name or Wildcat VADA UPPER PENN
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 4,198' GL
Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/>
Pit type _____ 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 _____

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 F : 1,980 feet from the NORTH line and 2,130 feet from the WEST line
 Section 15 Township 10-S Range 33-E NMPM LEA County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
4,198' GL

Pit or Below-grade Tank Application or Closure
 Pit type _____ 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:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>	
OTHER: <input type="checkbox"/>		OTHER: RETURN WELL TO PRODUCTION <input checked="" 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 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

(SEE BACK)

RECEIVED
 JAN 17 2014
 NMOC D ARTESIA

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 NMOC D guidelines , a general permit or an (attached) alternative OCD-approved plan .

SIGNATURE Sandy Lawlis TITLE Vice President DATE 01/14/14
 Type or print name Sandra K. Lawlis E-mail address: skl@vfpetroleum.com Telephone No. (432) 683-3344

(This space for State use)

APPROVED BY _____ TITLE Accepted for Record Only DATE _____

Conditions of approval, if any:

MSB 1/28/2014

JAN 29 2014

08/16/13 - Building location.
08/20/13

08/21/13 - WO WSU.
08/30/13

08/31/13 MIRU Basic WSU. Start drlg at 3' 11:40 p.m. 8/31/13. Drilling through midnight 08/31/13.

09/04/13 RD power swivel & RD rel WSU.

09/19/13 MIRU Basic WSU. Dril cmt 6' - 10'. RD rel WSU.

10/01/13 MIRU Basic WSU.

10/02/13 - Drilling cement to 464'. RD rel WSU.
11/05/13

11/06/13 - WOO.
11/12/13

11/13/13 MIRU Basic WSU. Move drill pipe & drill clrs from Aztec #1 to Gross #2. TIH w/11" mill tooth bit. Tag TD @ 463'. PÜ to 390'. Break circ. RU reverse unit. Lower bit to 424'. Tag top of metal in hole. Rotate in metal for 4 hrs. Make 1'. Circ hole clean. Pull bit inside 12 3/4" csg. SWI. SDFN.

11/14/13 TOH. Bit did not have def wear pattern. TIH w/10 5/8" lead impression block. TOH. Had partial circle of what appears to be pipe looking up. SWI. SDFN.

11/15/13 Start TIH w/11 5/8" concave mill. Fnd thread bad on top of mill. Mill to shop for repair. SWI. SDFN.

11/16/13 TIH w/10 5/8" concave mill. Tag metal @ 424'. Mill metal to 429'. Had two different types of metal cuttings in returns. Circ hole clean. TOH. Had excessive wear on outer edge of mill. Some wear near center. SWI. SDFW.

11/17/13 - SDFW.
11/18/13

11/19/13 TIH w/10 5/8" lead impression blk. Set dwn on top of junk. Start TOH. Block hung in bttm of 12 3/4" surf csg. Work & free lead blk. Fin TOH. Start TIH w/11" bit. Tag junk in inside 12 3/4" csg @ 398'. TOH. SD to build fishing tool

11/20/13 TIH w/finger basket. Tag junk inside surf csg @ 348'. Work to catch junk & basket. Unable to do so. Push junk dwn hole to 429'. Work to close basket on junk. TOH. Did not have junk SWI. SDFN.

11/21/13 TIH w/magnet. Work to load magnet. TOH. Had phase of magnet covered w/steel shot. Clean magnet. TIH w/same magnet. Rotate & circ. TOH. Had 4 pieces of metal ranging from 2-4' long. Clean magnet. TIH w/same magnet. Work to load magnet. TOH. Did not have metal on magnet. TIH w/10 5/8" concave mill. Tag on junk @ 430'. Mill to 432'. Getting metal in returns. Circ hole clean. SWI. SDFN.

11/22/13 Mill on junk to 475'. Circ hole clean. SWI. SDFN.

11/23/13 TOH. Pipe had parted in bttm of 2nd drill clr above mill. SWI.
SD due to bad weather.

11/24/13 - SDFW.
11/25/13

11/26/13 Attempt to start all equip. SD due to bad weather.

11/27/13 TIH w/wall hooked & overshot. Latch onto parted drill collar. TOH. Well had random marks indicating drilling on unknown junk. LD drill clrs & drill pipe out of derrick. SWI. SDFN. Rel all re-entry equip.
Load out drill pipes, pipe racks, all rental equip. RD rel WSU.

11/28/13 WOO

11/29/13

11/30/13 **Well to be plugged and abandoned. No further work to be performed until P&A.**

11/30/13 - SD WO P&A.
01/14/14

ynG boozH 101 bal/nc.3A