

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

Energy, Minerals and Natural Resources

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

HOBBS OCD  
MAR 24 2014  
RECEIVED

WELL API NO. 30-025-26457
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name GRIZZELL B
8. Well Number 3
9. OGRID Number 258350
10. Pool name or Wildcat SW EUNICE SAN ANDRES

**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 ☐

2. Name of Operator  
VANGUARD PERMIAN LLC

3. Address of Operator  
5847 SAN FELIPE, SUITE 3000, HOUSTON, TEXAS 77057

4. Well Location

Unit Letter H: 1830 feet from the NORTH line and 510 feet from the EAST line  
Section 8 Township 22S Range 37E NMPM LEA County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)  
3425.4

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.

1-15-14 - 1-24-14

MIRU PU and unhang well, pull out production equipment, make cleanout run with bit and scraper. Set CIBP at 5010 and perforate San Adnres interval 4066-4082, 3994-4054 with 1 spf, 120 phasing, Pump 4500 gals 15% NEFE acid to break down perforations. Perforate San Andres interval 3926-3942, 3910-3920, 3820-3870 with 1 spf, 120 phasing. RIH and set RBP @ 3970. Pump 4500 gals NEFE acid to break down perforations. RIH And retrieve RBP. Put well on production.

24 hrs test Eunice San Andres, SW (24108): 8 BOPD, 31 MCF

Spud Date:

Rig Release Date:

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

SIGNATURE Gaye Heard TITLE AGENT DATE 3-19-14

Type or print name GAYE HEARD E-mail address: gheard@oilreportsinc.com PHONE: 575-393-2727

For State Use Only

APPROVED BY: [Signature] TITLE Petroleum Engineer DATE MAR 25 2014

Conditions of Approval (if any):

2A Blinberry, Drinkard, Paddock, & Wantz Abo

MAR 25 2014