

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

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

WELL API NO. 30-025-27687
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.

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.)		7. Lease Name or Unit Agreement Name Merchant "A"
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		8. Well Number 1
2. Name of Operator V-F Petroleum, Inc.		9. OGRID Number 024010
3. Address of Operator P.O. Box 1889 Midland, Texas 79702-2079		10. Pool name or Wildcat Travis: Upper Penn
4. Well Location Unit Letter <u>L</u> : <u>1,980</u> feet from the <u>South</u> line and <u>660</u> feet from the <u>West</u> line Section <u>30</u> Township <u>21-S</u> Range <u>35-E</u> NMPM County <u>Lea</u>		
11. Elevation (Show whether DR, RKB, RT, GR, etc.) <u>3,614' GR</u>		
Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input checked="" type="checkbox"/>		
Pit type <u>STEEL</u> Depth to Groundwater <u>42'</u> Distance from nearest fresh water well <u>1,650'</u> Distance from nearest surface water <u>1,600'</u>		
Pit Liner Thickness: <u>STEEL</u> mil Below-Grade Tank: Volume <u>180</u> bbls; Construction Material <u>STEEL</u>		

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 ☐  
OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐  
COMMENCE DRILLING OPNS. ☐ P AND A ☒  
CASING/CEMENT JOB ☐  
OTHER: ☐ PLUGBACK ☐

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.

01/31/06 Notified NMOCD. Set CIBP @ 6,145' & dump-bailed 35' cmt.

02/01/06 Notified NMOCD, Gary Wink. Loaded hole w/ plugging mud, pumped 25 sx C cmt 6,145 – 6,022', pumped 25 sx C cmt @ 5,780', WOC & TAGGED cmt @ 4,810'. Circulated hole w/ plugging mud, pumped 55 sx C cmt 3,438 – 3,282'. Pumped 100 sx C cmt 1,900 – 1,665'. Pumped 75 sx C cmt @ 1,150'.

02/02/06 Tagged cmt @ 1,040'.

02/03/06 Notified NMOCD. Loaded hole w/ plugging mud, pumped 75 sx C cmt @ 400', WOC & TAGGED cmt @ 230'. Pumped 15 sx C cmt 50' to surface. RDMO.

Cut off wellhead & anchors, installed dry hole marker, backfilled cellar.

Approved as to plugging of the Well Bore.  
Liability under bond is retained until  
surface restoration is completed.

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 NMOCD guidelines ☐, a general permit ☐ or an (attached) alternative OCD-approved plan ☒.

SIGNATURE James F. Newman TITLE Engineer, Triple N Services, Inc. DATE March 2, 2006

Type or print name James F. Newman, P.E. E-mail address: jim@triplenservices.com Telephone No. 432-687-1994

For State Use Only

APPROVED BY: Larry W. Wink TITLE OC FIELD REPRESENTATIVE II/STAFF MANAGER DATE MAR 06 2006

Conditions of Approval (if any):