

Submit 1 Copy To Appropriate District Office
 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

Form C-103
 Revised July 18, 2013

HOBBS OGD
JUN 14 2017
RECEIVED

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

WELL API NO. 30-025-02860
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. VB-2170-001
7. Lease Name or Unit Agreement Name Shell State
8. Well Number 1
9. OGRID Number 24010
10. Pool name or Wildcat Vacuum; Grayburg-San Andres
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3,918' GR

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
V-F PETROLEUM INC.

3. Address of Operator
P.O. Box 1889, Midland, Texas 79702

4. Well Location
 Unit Letter **O** : **330** feet from the **South** line and **1,980** feet from the **East** line
 Section **23** Township **17-S** Range **35-E** NMPM **Lea** County

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:

- PERFORM REMEDIAL WORK
- TEMPORARILY ABANDON
- PULL OR ALTER CASING
- DOWNHOLE COMMINGLE
- OTHER:
- PLUG AND ABANDON
- CHANGE PLANS
- MULTIPLE COMPL
- CLOSED-LOOP SYSTEM

SUBSEQUENT REPORT OF:

- REMEDIAL WORK
- COMMENCE DRILLING OPNS
- CASING/CEMENT JOB
- OTHER:
- ALTERING CASING
- P AND A

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.

(SEE ATTACHED)

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

SIGNATURE *Eric Sprinkle* TITLE Petroleum Engineer DATE 06/12/2017

Type or print name Eric Sprinkle E-mail address: eric@vfpetroleum.com PHONE: 432-683-3344

For State Use Only

APPROVED BY: *[Signature]* TITLE Petroleum Engineer DATE 06/13/17
 Conditions of Approval (if any):

SHELL STATE #1 RE-ENTRY REPORT Section 23, T-17-S, R-35-E Lea Co., New Mexico

05/14/17 Dig out cellar to install 11" WH. Nipple up BOP. MI WSU. Set catwalk & pipe racks. Unload drill pipe & drill collars. Spot & set pumps & tanks, reverse units.

05/15/17 Spudded the re-entry well.

05/16/17 Drill to 135' w/ 7 7/8" bit. Csg below surf flng rotted out & leaked.

05/17/17 Find cmt below holes & jack hammer cmt. Find good pipe. Cut bad csg off. Well extension & new surface flng. Nipple up BOP. Drill to 135' - 170'.

05/18/17 Drill to 390'. Circ clean.

05/19/17 Drill to the end of the cmt plug. Fell out at 434'. Clean out open hole to 670'. Redbed sloughing. Continue to re-drill same hole from 670' - 680'.

05/20/17 Circ clean. Clean out to 1,370'.

05/23/17 Wash down to cmt @ 1,535'. Drill to 1,630'.

05/24/17 Drill to 1,740'. Circ hole clean.

05/25/17 Drill to 1,825'. Fall thru cmt. Circ hole clean. Wash down to cmt plug @ 2,710'. Drill to 2,798'.

05/26/17 Chang to 6 3/4" bit. Drill to 2,843'.

05/27/17 Drill to 2,888'.

05/28/17 Drill to 3,000'.

05/29/17 Drill to 3,050'.

05/31/17 Drill to 3,088'.

06/01/17 Drill to 3,161'.

06/02/17 Drill to 3,242'.

06/03/17 Drill to 3,290'.

06/04/17 Drill to 3,440'.

06/05/17 Drill to 3,555'.

06/06/17 Drill to 3,660'.

06/07/17 Drill to 3,700'.

06/08/17 Drill to 3,737'.

06/09/17 Drill to 3,841'.

06/10/17 Drill to 3,970'.

06/11/17 Drill to 4,087'. Haul Cuttings.

06/12/17 Drill to 4,205'.