

OCD-HOBBS

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0137
Expires March 31, 2007

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE- Other instructions on reverse side.

1. Type of Well ☒ Oil Well ☐ Gas Well ☐ Other ☐

2. Name of Operator **VPR Operating, LLC**

3a. Address
1406 Camp Craft Road, Suite 160, Austin, TX 78746

3b. Phone No. (include area code)
512/327-8776

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
See Attached List

5. Lease Serial No

NMMN-0384177

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No

NM 71222

8. Well Name and No

Federal 27 #1 & #2

9. API Well No.

See Attached List

10. Field and Pool, or Exploratory Area

West Sawyer, San Andres

11. County or Parish, State

Lea County, New Mexico

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other Change Operator
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

Change operator from Mar Oil & Gas Corp.

VPR Operating, LLC meets federal bonding requirements
Bond Coverage: Statewide BLM Bond File No. NMB000600

The effective date of this change is July 1, 2009

SEE ATTACHED FOR
CONDITIONS OF APPROVAL

RECEIVED

AUG 25 2009

HOBBSOCD

** Approved subject to notifying other interest owners.*

14. I hereby certify that the foregoing is true and correct

Name (Printed/Typed)
Shellie A. Murry

Title **Accounting and Regulatory**

Signature *[Signature]* Date **08/05/2009**

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by **PETROLEUM ENGINEER** Title **Aug 2 2009** Date **KZ**

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Office **BUREAU OF LAND MANAGEMENT**

Title 18 USC Section 1001 and Title 43 USC Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)

KZ

VPR Operating, LLC
Lea County New Mexico Properties

Lease Serial No.	Well Name and No.	API Well No.	Location of Well
NM-2390	Federal 27 #1	30-025-23841	Unit D, 660' FNL, 660' FWL, Sec. 27, T-9-S, R-37-E
NM-2390	Federal 27 #2	30-025-25403	Unit E, 1980' FNL, 660' FWL, Sec. 27, T-9-S, R-37-E

VPR Operating, LLC
1406 Camp Craft Road, Suite 160
Austin, TX 78746

RE: NM0384177; Federal 27 #1 & #2
NW1/4, Sec. 27, T9S-R37E
Lea County, New Mexico

Condition of Approval, Change of Operator:

OGOR reports are missing for the three month period of December, 2008 thru February, 2009. The missing OGOR reporting needs to be addressed with MMS.

If you have any questions, please contact James A. Amos @ 575-234-5909.

James A. Amos
8/21/09