

Submit 1 Copy 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
October 13, 2009

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

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.)		WELL API NO. 30-025-24358
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other <input checked="" type="checkbox"/> <i>SWD</i>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator VPR OPERATING LLC		6. State Oil & Gas Lease No. NMLC 067775
3. Address of Operator 1406 CAMP CRAFT ROAD SUITE 106, AUSTIN, TEXAS 78746		7. Lease Name or Unit Agreement Name USM
4. Well Location Unit Letter <u>H</u> : <u>1980</u> feet from the <u>NORTH</u> line and <u>810</u> feet from the <u>EAST</u> line Section <u>27</u> Township <u>9S</u> Range <u>27E 37E</u> NMPM LEA County		8. Well Number 2
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3962.4 GL		10. Pool name or Wildcat WEST SAWYER <i>SWD San Andres</i>

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 ☐
OTHER: ☐

SUBSEQUENT REPORT OF:
REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☐
CASING/CEMENT JOB ☐
OTHER: MIT TEST ☒

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.

12/23/09 - MIRU WORKOVER RIG. LD 16 JOINTS BAD 2-3/8" IPC TUBING.
1/04/10 - TIH, SET PACKER, ATTEMPT MIT TEST. HAD COMMUNICATION CASING TO TUBING. LD 2-3/8" IPC STRING.
1/05/10 - TIH W/ REPLACEMENT 2-3/8" IPC TUBING, CIRCULATE PACKER FLUID, SET PACKER. OBTAIN 450 PSI TEST FOR 35 MINUTES.

*Pkr set at 4901' 25 per MY Merchant.
(called office 1-6-2010) MW*

RECEIVED

JAN 06 2010

HOBBSOCD

Spud Date:

Rig Release Date:

R-4892

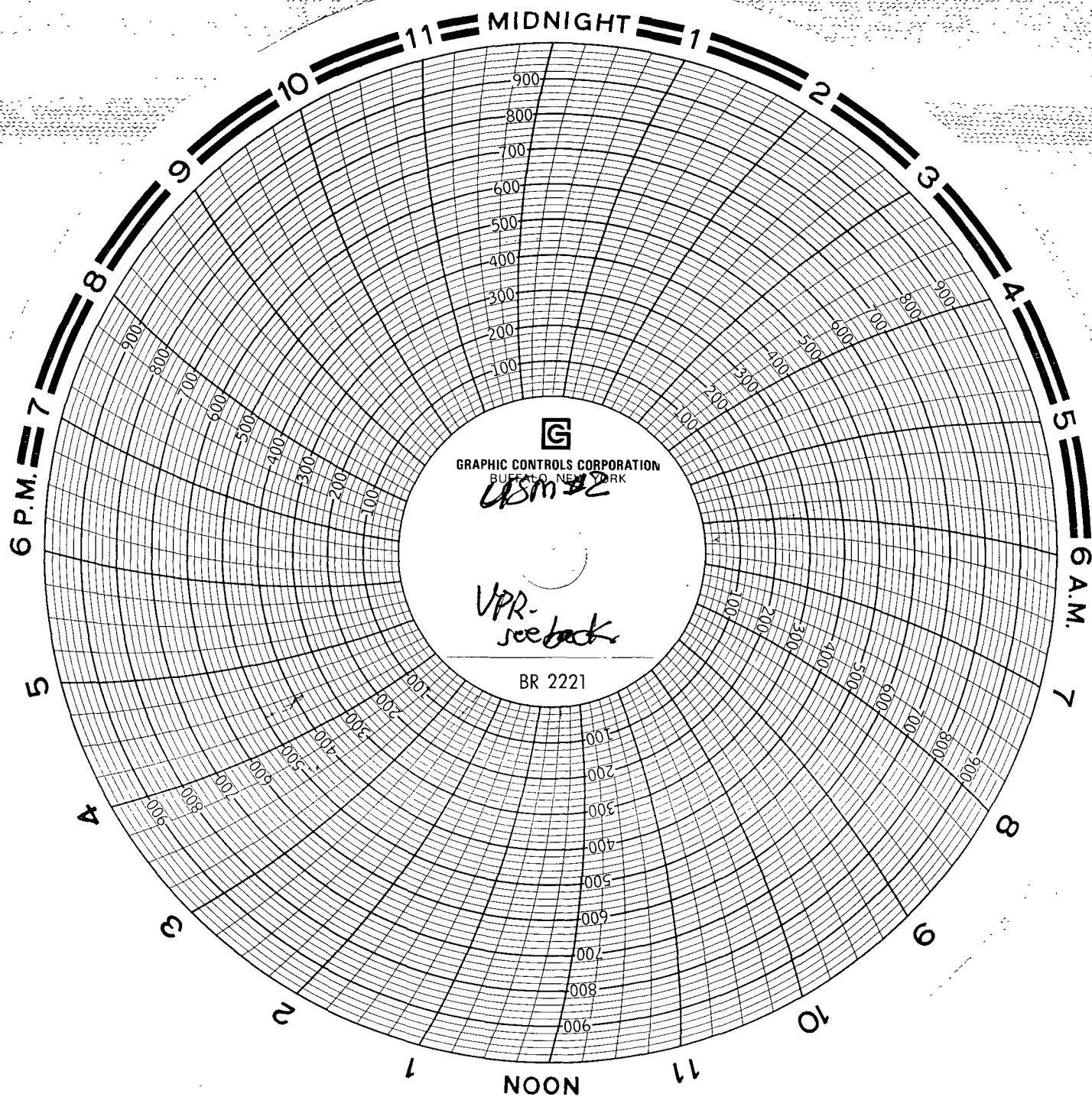
I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE *[Signature]* AGENT TITLE AGENT DATE 1/6/10

Type or print name M Y MERCHNT E-mail address: mymerch@penrocoil.com PHONE: (575) 492-1236

For State Use Only

APPROVED BY: *[Signature]* TITLE DISTRICT 1 SUPERVISOR DATE JAN 12 2010
Conditions of Approval (if any):



usm #2
UPR

1/5/10
GANDY CORP.
UNIT #608
Chilo MONTEZ
CHART Recorder #3