

RECEIVED

JAN 28 2010

HOBBSCO

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

WELL API NO.

30-025-01301

5. Indicate Type of Lease

STATE ☒ FEE ☐

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name

MALMAR UNIT

8. Well Number 414

9. OGRID Number

10. Pool name or Wildcat

MALJAMAR ; Grayburg, 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 Trig

2. Name of Operator

VPR Operating, LLC

3. Address of Operator

PO Box 2769, Hobbs, New Mexico 88241

4. Well Location

Unit Letter N : 660 feet from the SOUTH line and 1980 feet from theEAST West lineSection 7 Township 17S Range 33E NMPM LEA County

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

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: ☐

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.

VPR Operating LLC will plug and abandon the Malmar 414 with the following procedure, as verbally approved by Paul K 1.27.10:

A) Set CIBP @ 4,100', with 35' of cement on top.

B) 100 sack Class C plug @ 2,550'.

C) Perforate 5-1/2" casing @ 1,240'.

D) Squeeze perforations @ 1,240' with 100 sacks Class C.

E) Perforate 5-1/2" casing @ 350'.

F) Squeeze perforations @ 350' with 100 sacks Class C.

G) 60 sack Class C plug @ surface.

H) Cut off wellhead.

I) Install NMOCD approved dry hole marker.

J) Clean and level location.

The Oil Conservation Division **Must be notified**
24 hours prior to the beginning of plugging operations

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

TITLE

Agent

DATE

M.Y. Merchant

mymerch@penrocoil.com

575-492-1236

Type or print name

E-mail address:

PHONE:

For State Use Only

APPROVED

BY:

TITLE

PETROLEUM ENGINEER

DATE

FEB 02 2010

Conditions

Approval (if any):

Mai-Mar Unit 414

SE/SW Sec 7 T17S R33E
660' FSL, 1980' FEL, Unit N

MALMAR UNIT

Lea County New Mexico

Tops: Anhy-1291 Cores. Unknown
Salt - 1403
B. Salt - 2450

Yates-2618
Queen-3503
Grayburg-3913
San Andres-4293

Surface Casing

8 5/8", 24#, H-40, ST&C, set @ 318' KB.
225 sxs Cmt, TOC circulated to surface

Production Casing

5 1/2", 14#, J-55, ST&C, set @ 4490' KB.
Pumped 550 sxs Cmt, Top of Cmt 2000'

Tubing

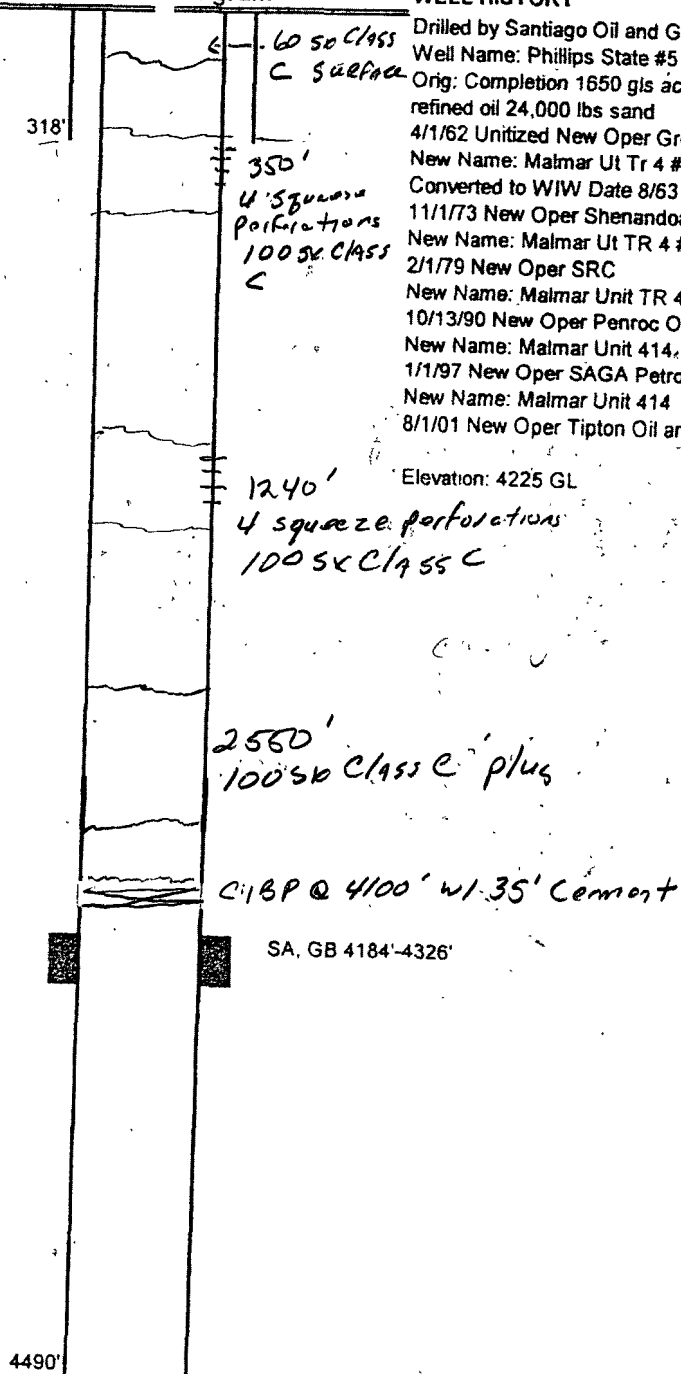
Perforations

Grayburg / San Andres
4184-94, 4243-47, 4262-82, 4276-89
4286-92, 4310-26, 4 JSPF

IP: 175 bopd 0 bwptd

MAR Oil and Gas

Wellbore Diagram



WELL HISTORY

Drilled by Santiago Oil and Gas Company
Well Name: Phillips State #5
Orig: Completion 1650 gls acid, 24,000 gls refined oil 24,000 lbs sand
4/1/62 Unitized New Oper Great Western Drig
New Name: Malmar Ut Tr 4 # 7-14
Converted to WIW Date 8/63
11/1/73 New Oper Shenandoah Oil Co
New Name: Malmar Ut TR 4 #14
2/1/79 New Oper SRC
New Name: Malmar Unit TR 4 #14
10/13/90 New Oper Penroc Oil Co
New Name: Malmar Unit 414
1/1/97 New Oper SAGA Petroleum LLC
New Name: Malmar Unit 414
8/1/01 New Oper Tipton Oil and Gas

Elevation: 4225 GL

If you are not the intended recipient, please contact the sender by reply e-mail and destroy all copies of the original message.

From: Perez, Sandra K., SPO

Sent: Thursday, January 28, 2010 2:06 PM

To: Giles, Kenneth, SPO; Berry, David C., SPO; Wells, Sami, SPO

Subject: Early Release

Importance: High

Due to weather conditions all state employees in non-critical/non-essential positions statewide are released at 3:00 pm 1/28/10.

Martinez, Patricia L, EMNRD

From: Manley, Renee, EMNRD
Sent: Thursday, January 28, 2010 2:22 PM
To: EMNRD-FD - FIELD; EMNRD-OCD - ARTESIA; EMNRD-OCD - AZTEC; EMNRD-OCD - HOBBS; EMNRD-PARKS - FIELD; EMNRD-Wendell Chino; EMNRD-YCC
Subject: FW: Early Release

Due to weather conditions all state employees in non-critical/non-essential positions statewide are released at 3:00 pm 1/28/10.

Renee Manley
Human Resources Manager
505-476-3243
505-476-3399 Fax

From: Giles, Kenneth, SPO
Sent: Thursday, January 28, 2010 2:11 PM
To: Juarez, Amparo, NMHED; Mackowski, Andy, SRCA; Legits, Anthony, DCA; Arries, Cherrie D., NMLB; Hassall, Arthur, EXPO; Bozone, Becky, SPO; Padilla, Bernie E., NMDOT; Lujan, Robert A., ALTSD; Mares, Clara, ERB; Jameson, Corinne M., HSD; Jaramillo, Cynthia, EDD; McCormack, Dan, DVS; Jacobs, Daniel M., DOH; Fresquez, Deanna, SOS; DeJarnette, Dianna G., DPS; Anaya, Dora, DVR; Padilla, Dorothy D., CVRC; Cruz, Elona, NMCD; Sowers, Frances R.; Williams, Gary D, HSD; Goryanec, George T, GCB; Lane, George, NMRHCA; Mascarenas, Geraldine, BME; Junge, Gina L., BEA; Griego, Daniel, BON; Quintana, Helen T., CYFD; Maxwell-Loux, Hughanne, PRC; Rodriguez, Janelle, NMDWS; Vigil, Jeana, SIC; Poletto, Jeri, NMOCC; Block, John, GCD; Stapleton, John C., NMPD; Bentley, Judy, NMENV; Courtney-Peterson, Karen, DDPC; Quintana, Kelly, CFB; Valencia, Laura M., RC; Brooks, Lillian, DIA; Lujan, Lisa F, DFA; Thomason, Loretta M., CYFD; Rodriguez, Lynette, OSE; Trujillo, Lynette A., TRD; Armijo, Madeline, PERA; Gutierrez, Madelyn J, GSD; Marez, Jamie; Ortiz, Maria N., DHSEM; Sedillo, Marie, CSW; Carr, Mary Ellen, RLD; Bordenave, Patricia M., BRPES; Schummers, Peggy A, HPC; Hulsey, Peter W, TD; Pena-Johnson, Priscilla, WCA; Manley, Renee, EMNRD; Rojo, Robert; Romero, Robert P., PSIA; Rudolph, Pearl, DoIT; Lopez, Sandra; Peinado, Shannon S, CDHH; Stephens, Sherry, NMCD; Quintana, Sonya M., DGF; Fresquez, Stephen, PED; Gallegos, Valerie; Rivera, Veronica, NMCD; Ryan, Willie, STO
Cc: Najaka, Justin R., SPO; Martinez, Sandy, SPO; Fullerton, Reese, SPO; Zamora, Sheila, SPO; Berry, David C., SPO; Hamilton, Stuart, SPO; Madrid, Leane, SPO; Lopez, Andrew, SPO; Quintana, Bernadette, SPO; Rivera-Smith, Andrea, SPO
Subject: FW: Early Release
Importance: High

Good afternoon,

Please see notice below for Thursday, January 28, 2010 –

Thank you,

Ken Giles
Director of Human Resources Management
NM State Personnel Office

505-690-2051 - phone
505-476-7806 - fax

E-mail: kenneth.giles@state.nm.us

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