

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

Form C-103
June 19, 2008

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. 30-025-39047
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator VANGUARD PERMIAN, LLC.		6. State Oil & Gas Lease No. B-1429
3. Address of Operator 1209 SOUTH MAIN LOVINGTON, NEW MEXICO 88260		7. Lease Name or Unit Agreement Name STATE SEC. 12
4. Well Location Unit Letter <u>E</u> : 1650' feet from the <u>NORTH</u> line and 330' feet from the <u>WEST</u> line Section <u>12</u> Township <u>17S</u> Range <u>36E</u> NMPM County <u>LEA</u>		8. Well Number # <u>1</u>
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3825 GL		9. OGRID Number 258350
		10. Pool name or Wildcat LOVINGTON-PADDOCK

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 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

SEE ATTACHED SHEET FOR DETAIL

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 Joe T. Janica TITLE Permit Eng. DATE 02/09/10

Type or print name Joe T. Janica E-mail address: joejanica@valornet.com PHONE: 575-391-8503

For State Use Only

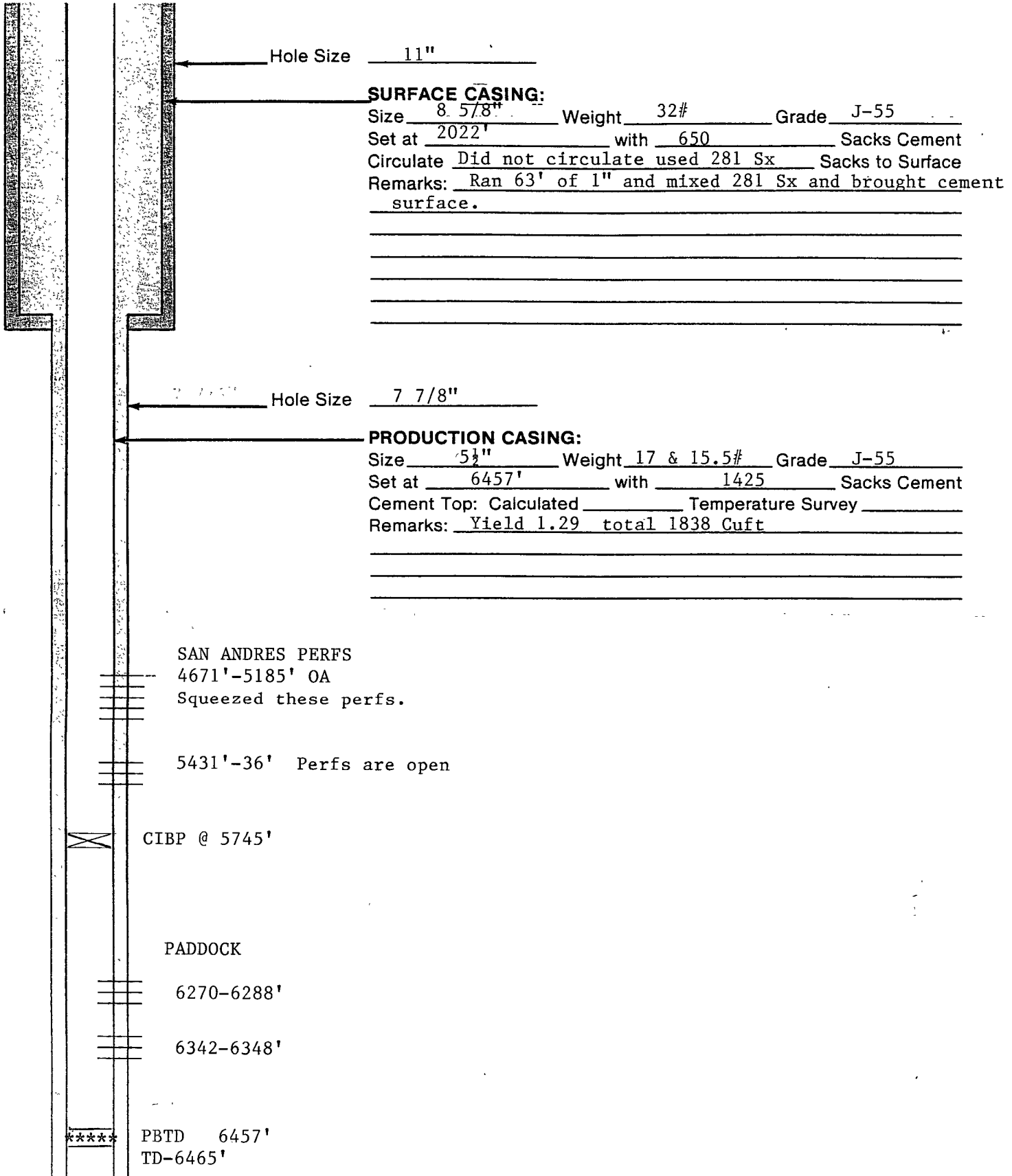
APPROVED BY: [Signature] TITLE OC FIELD REPRESENTATIVE/STAFF MANAGER DATE 2-9-10

Conditions of Approval (if any):

1. Move in well service unit. Rig up with reverse unit equipment and set tanks for mud system. (No earth pits).
2. Go in hole and drill out CIBP @ 5745±', run to TD and circulate hole with 10# mud. Set a 25 Sx. cement plug from TD to cover the Paddock perms. Tag this plug.
3. Set a CIBP @ 4650±' and cap with 25 Sx. plug or 35' of cement checked with wireline.
4. Set a 25 Sx. plug across the base of the salt. (Base of salt 2930') and set a 25Sx plug across the 8 5/8" casing shoe at 2022'. *Perf 4 shots & SQ 25Sx Cement @ 2075' THIS WILL COVER (TS) & 8 5/8" Shoe (WOL-TAG)*
5. Set a 25 Sx. cement plug from 400' to 300'.
6. Set a 10 Sx. cement plug at the surface. remove wellhead install dry hole marker.
7. Rig down well service equipment, dispose of all remaining fluids in an OCD approved disposal site. Clean location, get OCD field personell to approve clean up of locarion.

WELL BORE SKETCH

OPERATOR/LEASE/WELL VANGUARD PERMIAN, LLC. STATE SECTION "12" # 1
NRE JOB NUMBER _____ DATE _____
FIELD/POOL LOVINGTON-PADDOCK / _____
PLUG BACK DEPTH 5745' KB GL.-3825' ELEVATION _____



WELL BORE SKETCH

OPERATOR/LEASE/WELL VANGUARD PERMIAN, LLC. STATE SECTION "12" # 1

NRE JOB NUMBER _____ DATE _____

FIELD/POOL LOVINGTON-PADDOCK / _____

PLUG BACK DEPTH 5745' KB GL.-3825' ELEVATION

 Hole Size 11"
 SURFACE CASING:
 Size 8 5/8" Weight 32# Grade J-55
 Set at 2022' with 650 Sacks Cement
 Circulate Did not circulate used 281 Sx Sacks to Surface
 Remarks: Ran 63' of 1" and mixed 281 Sx and brought cement
 surface.
 400-300'

 Perf #50 255' Cement
 2075' - well cover
 (TS) 4 8 5/8" shoe woc - 17 9
 Hole Size 7 7/8"
 PRODUCTION CASING:
 Size 5 1/2" Weight 17 & 15.5# Grade J-55
 Set at 6457' with 1425 Sacks Cement
 Cement Top: Calculated Temperature Survey
 Remarks: Yield 1.29 total 1838 Cuft
 4650'

 SAN ANDRES PERFS
 4671'-5185' OA
 Squeezed these perfs.
 5431'-36' Perfs are open

 PADDOCK

 6270-6288'

 6342-6348'

 PBTD 6457'
 TD-6465'