

RECEIVED
JAN 24 2011
HOBBSOCD

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

WELL API NO.

30-025-23510

5. Indicate Type of Lease

STATE ☐FEE ☒

Fed

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name

Rich Unit

8. Well Number 1

9. OGRID Number

266091

10. Pool name or Wildcat

West Sawyer (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 ☐

2. Name of Operator

VPR Operating, LLC

3. Address of Operator

1406 Camp Craft Rd, Suite 106, Austin, TX 78746

4. Well Location

Unit Letter L 1980 feet from the SOUTH line and 560 feet from the WEST lineSection 34Township 09SRange 37E

NMPM

LEA

County

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

GL: 3986'

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. (Plan to Start Operation after 8/15/2009)

1) 9-13-2010 Returned well to production. Well making 100% water.

2) 10/1/2010 Well producing 100% water

3) 11/1/2010 Well producing 100% water

4) 12/1/2010 Well test 1 BOPD + 1 MCFD + 140 BWPD

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

James R. Huling

TITLE

Agent

DATE

1/20/2011

Type or print name

James R. Huling

E-mail address:

jrhuling@kiamichienergy.com

PHONE:

(817) 923-8323

For State Use Only

APPROVED BY:

James R. Huling

TITLE

PETROLEUM ENGINEER

DATE

JAN 25 2011

Conditions of Approval (if any):