DISTRICT I 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 DISTRICT II 811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 DISTRICT III

1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 DISTRICT IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

Dedicated Acres

80

API Number

Joint or Infill

State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, New Mexico 87505

Form C-102
Revised August 1, 2011
Submit one copy to appropriate
District Office

☐AMENDED REPORT

Pool Name

WELL LOCATION AND ACREAGE DEDICATION PLAT

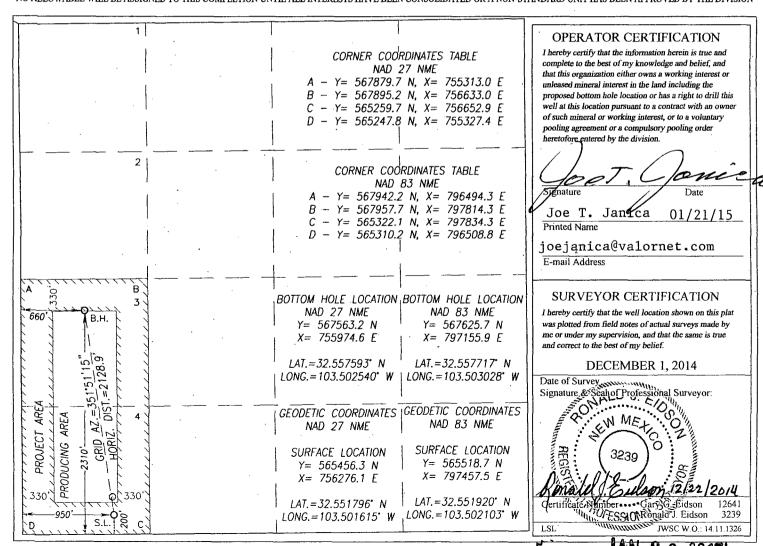
Pool Code

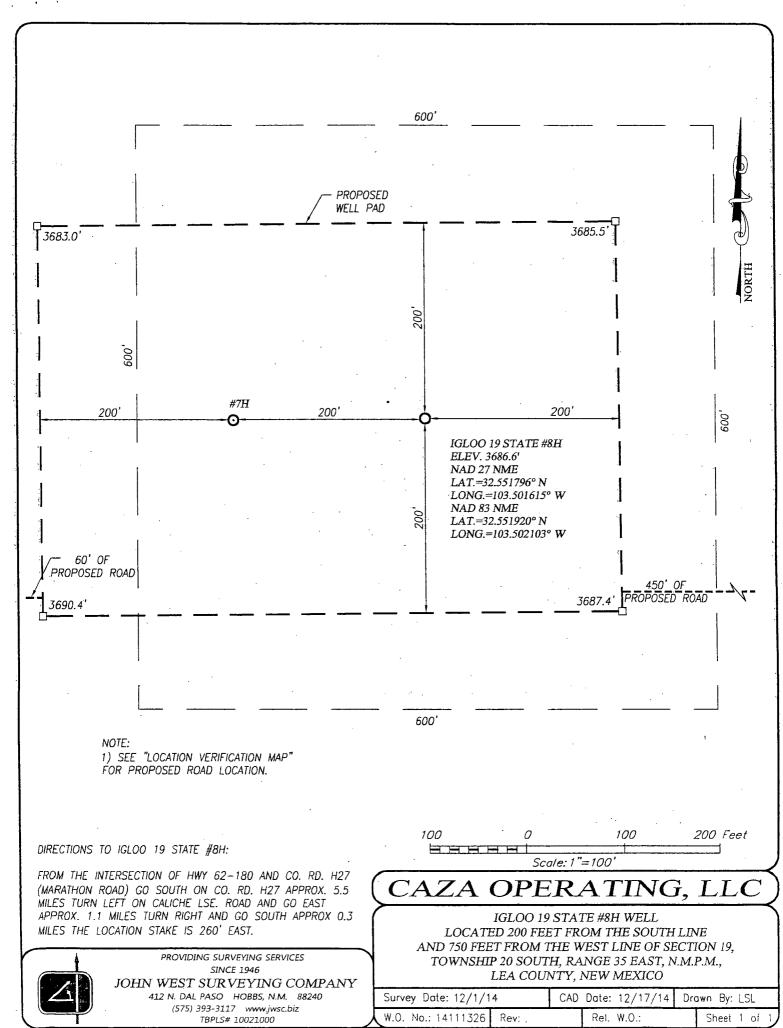
Consolidation Code

| 30-025 | -423 | 380 | 37580 |) | LEA- | BONE SPRING | , SOUTH | * | | |
|-------------------|---------|----------------|-----------------------------------|------------|---------------------|-------------------|---------------|----------------|-----------------|--|
| Property Code | | | Property Name | | | | | | Well Number | |
| 313780) | | IGLOO 19 STATE | | | | | | | 8H | |
| OGRID 1 249099 | No. | , | Operator Name CAZA OPERATING, LLC | | | | | | Elevation 3687' | |
| | | | | | Surface Locati | on | - | | • | |
| UL or lot No. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County | |
| 3 | 19 | 20-S | 35-E | | 200 | SOUTH | 950 | WEST | LEA | |
| | | | - | Bottom Hol | e Location If Diffe | rent From Surface | | | | |
| UL or lot No. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County | |
| 4 m | 19 | 20-S | 35-E | | 2310 | SOUTH | 660 | WEST | LEA | |

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

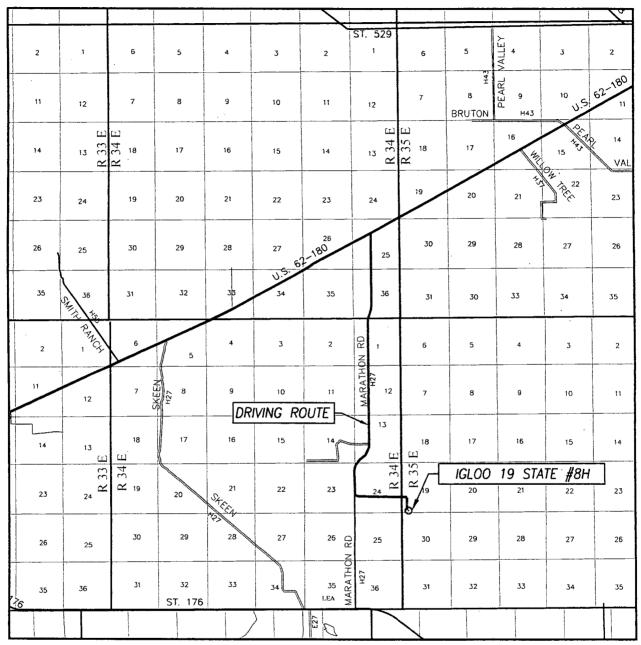
Order No





(C) DRAFT\

VICINITY MAP



SCALE: 1" = 2 MILES

DRIVING ROUTE: SEE LOCATION VERIFICATION MAP

| SEC. <u>19</u> | TWP. <u>20-S</u> RGE. <u>35-E</u> |
|----------------|-----------------------------------|
| SURVEY | N.M.P.M. |
| COUNTY | LEA STATE NEW MEXICO |
| DESCRIPTION | 200' FSL & 950' FWL |
| ELEVATION _ | 3687 |
| OPERATOR _ | CAZA OPERATING, LLC |
| LEASE | IGLOO 19 STATE |



PROVIDING SURVEYING SERVICES

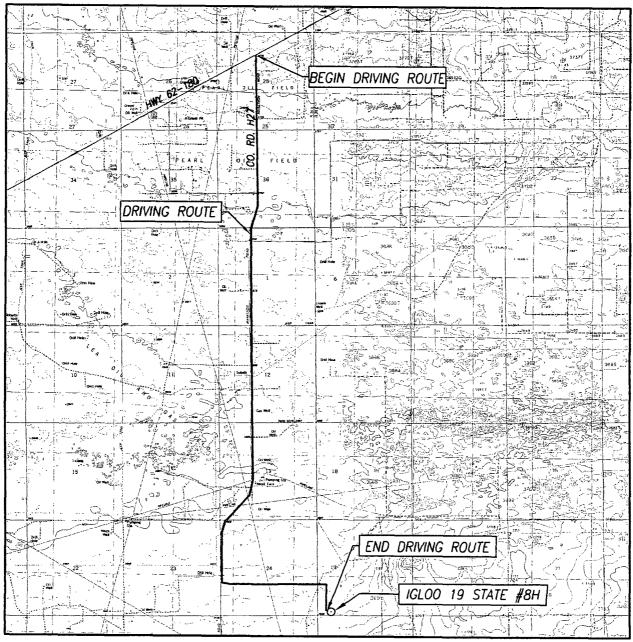
SINCE 1946

JOHN WEST SURVEYING COMPANY

412 N. DAL PASO HOBBS, N.M. 88240 (575) 393-3117 www.jwsc.biz TBPLS# 10021000



LOCATION VERIFICATION MAP



SCALE: 1" = 5280'

CONTOUR INTERVAL:

MONUMENT SW, N.M. - 5' LEA, N.M. - 10'

SEC. <u>19</u> TWP. <u>20-S</u> RGE. <u>35-E</u>

SURVEY N.M.P.M.

COUNTY__LEA__STATE_NEW_MEXICO

DESCRIPTION 200' FSL & 950' FWL

ELEVATION______3687'

OPERATOR CAZA OPERATING, LLC
LEASE IGLOO 19 STATE

U.S.G.S. TOPOGRAPHIC MAP MONUMENT SW, N.M.

DIRECTIONS TO IGLOO 19 STATE #6H:

FROM THE INTERSECTION OF HWY 62-180 AND CO. RD. H27 (MARATHON ROAD) GO SOUTH ON CO. RD. H27 APPROX. 5.5 MILES TURN LEFT ON CALICHE LSE. ROAD AND GO EAST APPROX. 1.1 MILES TURN RIGHT AND GO SOUTH APPROX 0.3 MILES THE LOCATION STAKE IS 260' EAST.



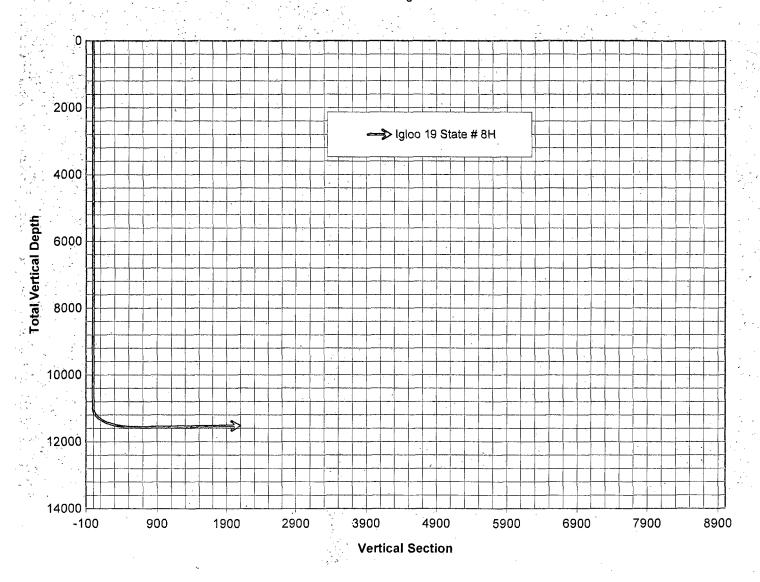
PROVIDING SURVEYING SERVICES
SINCE 1946
JOHN WEST SURVEYING COMPANY

412 N. DAL PASO HOBBS, N.M. 88240 (575) 393-3117 www.jwsc.biz TBPLS# 10021000

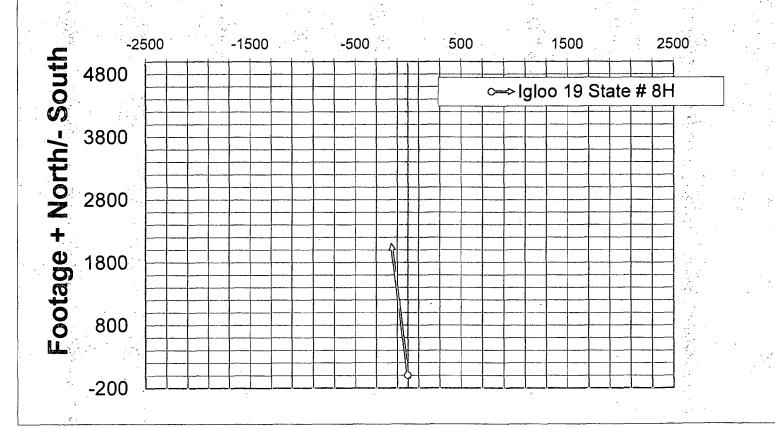
LONG'S METHOD OF SURVEY COMPUTATION

| OBLI | QUE CIRCUI | LAR ARC | DISTANCE TABLE | | | | | | | | |
|----------|--|----------------|------------------|----------------------|----------------------|------------------|------------------|-----------|--|--|--|
| [| 6000 | MD OF | INTERPOL | ATION DEPTH | STATION A | STATION B | | | | | |
| ſ | #N/A | TVD CO | ORDINATE | OF THE DEPT | TH (feet) | Ì | 400.00 | 600.00 | | | |
| Γ | #N/A | N/S COO | PRDINATE | OF DEPTH (fee | 300.00 | 400.00 | | | | | |
| | #N/A | E/W·CO | ORDINATE | OF DEPTH (fe | | 100.00 | 300.00 | | | | |
| L | :: :: :: :: :: :: :: :: :: :: :: :: :: | | | 3 D DISTANCE B | 300.00 | ft | | | | | |
| TABL | 3 D DISTANCE BETWEEN STATION A AND STATION B 300.00 Ift TABLE OF SURVEY STATIONS Calculator = | | | | | | | | | | |
| STA | ΔMD | INCL | AZIM | MD | TVD | N+/S- | E+/W- | DLS | | | |
| # | ft | deg | deg | ft | ft | ft | ft | deg/100FT | | | |
| 1 | TIE POINT => | 0 | 0 | 11000.00 | 11000.00 | 0.00 | 0.00 | - | | | |
| 2 | 100 | 10 | 355.78 | 11100.00 | 11099.49 | 8.68 | -0.64 | 10.00 | | | |
| 3 | 100 | 20 | 355.78 | 11200.00 | 11195.96 | 34.46 | -2.54 | 10.00_ | | | |
| 4 | 100 | 30 | 355.78 | 11300.00 | 11286.48 | 76.55 | -5.65 | 10.00 | | | |
| 5 | 100 | 40 | 355.78 | 11400.00 | 11368.29 | 133.68 | -9.86 | 10.00 | | | |
| 6 | 100 | 50 | 355.78 | 11500.00 | 11438.91 | 204.11 | -15.06 | 10.00 | | | |
| 7 | 100 | 60 | 355.78 | 11600.00 | 11496.20 | 285.70 | -21.08 | 10.00 | | | |
| 8 | 100 | 70 | 355.78 | 11700.00 | 11538.40 | 375.97 | -27.74 | 10.00 | | | |
| 9 | 100 | 80 | 355.78 | 11800.00 | 11564.25 | 472.18 | -34.84 | 10.00 | | | |
| 10 | 100 | 90 | 355.78 | 11900.00 | 11572.96 | 571.40 | -42.16 43.40 | 10.00 | | | |
| 11 12 | 18 | 91.77 91.77 | 355.78 355.78 | 11918.00 12018.00 | 11572.68 11569.59 | 589.35 689.03 | -43.49 -50.84 | 9.83 | | | |
| 13 | 100 | 91.77 | 355.78 | 12118.00 | 11566.50 | 788.72 | -50.84 -58.20 | 0.00 | | | |
| 14 | 100 | 91.77 | 355.78 | 12218.00 | 11563.41 | 888,40 | -56.20 -65.55 | 0.00 | | | |
| 15 | 100 | 91.77 | 355.78 | 12318.00 | 11560.32 | 988.08 | -72.91 | 0.00 | | | |
| 16 | 100 | 91.77 | 355.78 | 12418.00 | 11557.24 | 1087.76 | -80.26 | 0.00 | | | |
| 17 | 100 | 91.77 | 355.78 | 12518.00 | 11554.15 | 1187.44 | -87.62 | 0.00 | | | |
| 18 | 100 | 91.77 | 355.78 | 12618.00 | 11551.06 | 1287.12 | -94.97 | 0.00 | | | |
| 19 | 100 | 91.77 | 355.78 | 12718.00 | 11547.97 | 1386.80 | -102.33 | 0.00 | | | |
| 20 | 100 | 91.77 | 355.78 | 12818.00 | 11544.88 | 1486.48 | -109.68 | 0.00 | | | |
| 21 | 100 | 91.77 | 355.78 | 12918.00 | 11541.79 | 1586.17 | -117.04 | 0.00 | | | |
| 22 | 100 | 91.77 | 355.78 | 13018.00 | 11538.70 | 1685.85 | -124.39 | 0.00 | | | |
| 23 | 100 | 91.77 | 355.78 | 13118.00 | 11535.61 | 1785.53 | -131.75 | 0.00 | | | |
| 24 | 100 | 91.77 | 355.78 | 13218.00 | 11532.53 | 1885.21 | -139.10 | 0.00 | | | |
| 25 | 100 | 91.77 | 355.78 | 13318.00 | 11529.44 | 1984.89 | -146.46 | 0.00 | | | |
| 26 | 100 | 91.77 | 355.78 | 13418.00 | 11526.35 | 2084.57 | -153.81 | 0.00 | | | |
| 27 | 25 | 91.77 | 355.78 | 13443.00 | 11525.58 | 2109.49 | -155.65 | 0.00 | | | |
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Igloo 19 State #8H

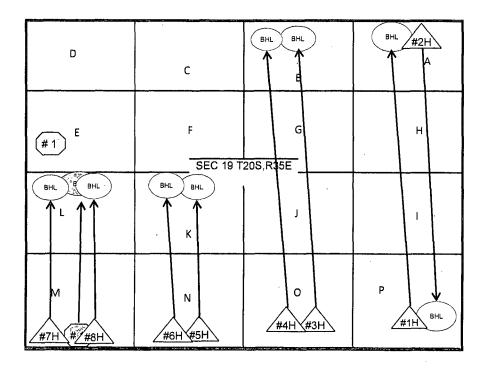






IGLOO 19 STATE 8H _ 3rd Bone Springs Horizontal

SW/SW Sec 19, T-20-S, R-35-E, Lea County, New Mexico



| Well Name | Surface Location | Depth and Strata | Current Prod Zone | Location | |
|--------------------|--------------------|-------------------------------|--------------------------|---------------------|--------------------|
| IGLOO 19 STATE #8H | 200 FSL & 800 FWL | TD = 13,440 3rd Bone Sprgs | Not Drilled | 2310 FSL & 660 FWL | Caza Operating,LLC |
| IGLOO 19 STATE #1H | 200 FSL & 660 FEL | TD = 15,445 2nd Bone Sprgs | Not Drilled | 330 FNL & 950 FEL | Caza Operating,LLC |
| IGLOO 19 STATE #3H | 200 FSL & 1800 FEL | TD = 16,082 3rd Bone Sprgs | Not Drilled | 330 FNL & 1980 FEL | Caza Operating,LLC |
| IGLOO 19 STATE #4H | 200 FSL & 2000 FEL | TD = 15,441 2nd Bone Sprgs | Not Drilled | 330 FNL & 2200 FEL | Caza Operating,LLC |
| IGLOO 19 STATE #2H | 200 FNL & 660 FEL | TD = 16,000 ft 3rd Bone Sprgs | Drilled | 330 FSL & 350 FEL | Caza Operating,LLC |
| IGLOO 19 STATE #6H | 200 FSL & 1800 FWL | TD = 12,800 2nd Bone Sprgs | Not Drilled | 2310 FSL & 1980 FWL | Caza Operating,LLC |
| IGLOO 19 STATE #7H | 200 FSL & 600 FWL | TD = 12,833 2nd Bone Sprgs | Not Drilled | 2310 FSL & 350 FEL | Caza Operating,LLC |
| IGLOO 19 STATE #5H | 200 FSL & 2000 FWI | TD = 13 437 3rd Bone Spras | Not Drilled | 2310 FSL & 1980 FWI | Caza Operating LLC |

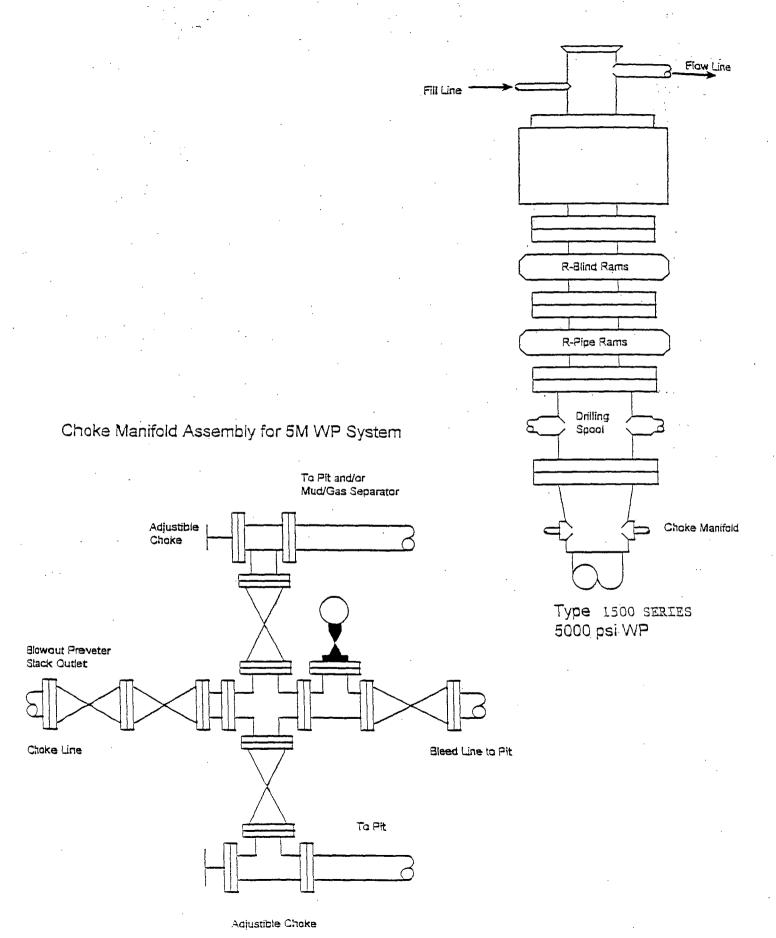
Not Drilled

Plan Bottom Hole

2310 FSL & 660 FWL Yates expired Permit

BLOWOUT PREVENTER SYSTEM

5000 PSI





Closed Loop Drilling System

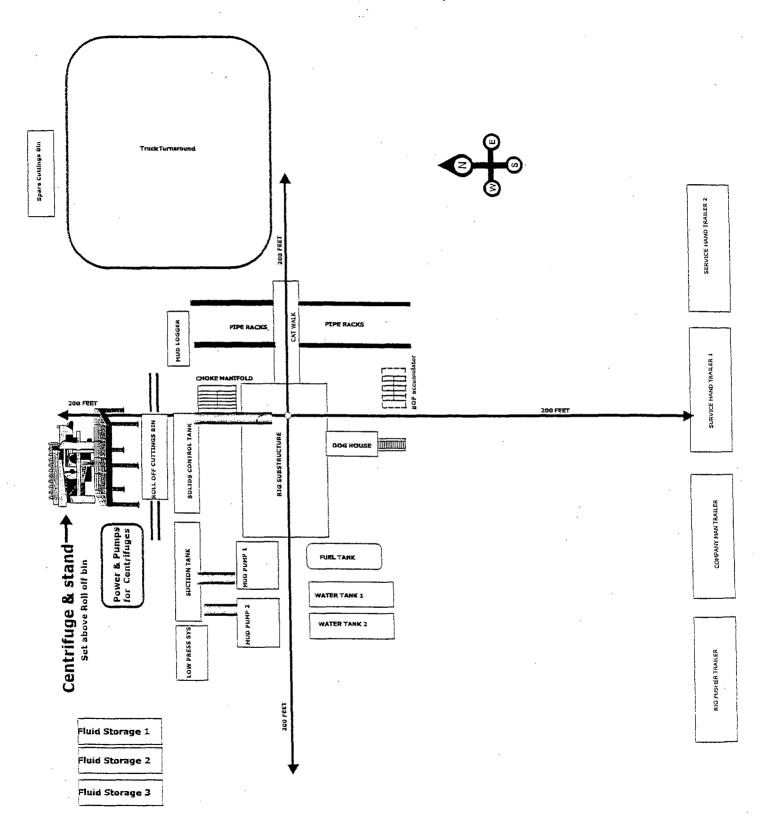
Operations and Maintenance Plan

Closed Loop equipment will be inspected and monitored closely on a daily basis by each drilling rig Tour and by those hired specifically to operate the equipment. Any leak or release detected will be repaired immediately and the proper NMOCD official will be notified within the 48 hr requirement. A large release will require Caza Operating, LLC representatives to contact BLM immediately at the Carlsbad office "575 234 5972" Hobbs "575 393 3612" as well as the NMOCD @ 575 393 6161 as stated by NMOCD rule 116.

Closure Plan

During and after drilling operations, liquids (which apply), all drill cuttings and drilling fluids will be hauled and disposed of at the R-360 disposal (permit number NM 01-0006) located about 30 miles East of Carlsbad, New Mexico. An alternate approved disposal site has been selected Parabo disposal "Sundance" which is 4 miles East of Eunice (permit number NM 01-0003). The Second site would be used in the event of economics or physical problems with R-360 disposal.

Closed Loop Oil Well



Note: The Rig and Closed System Company for this well have not been selected thus the set up shown is simply generic.