

In Lieu of Form 3160-5

United States JAN 31 2014
Department of the Interior
Bureau of Land Management
SUNDRY NOTICES AND REPORTS ON WELLS

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| 5. Lease Serial No. NMNM-077281 |
| 6. If Indian, Allottee or Tribe |
| 7. If Unit or CA Agreement NMNM-78403A |
| 8. Lease Name and Wel No. Northeast Hogback Unit #73H |
| 9. API Well No. 30-045-34754 |
| 10. Field and Pool, or Explor. 32870 Horsehoe Gallup |
| 11. Sec, T.R.M or BLK and Surv. Sec. 10, T30N, R16W, NMPM |

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| 1. Type of Well: Oil Well | |
| 2. Name of Operator Chuza Oil Company | 3b. Phone No. (Include area code) 505-690-7803 |
| 3a. Address 1000 Cordova Place #376, Santa Fe, NM 87505 | |
| 4. Location of Well(Footage, Sec., T.R.M, ect) Unit Letter H, 2270' FNL, 330' FEL | |

12. Check the appropriate box(es) to indicate nature of notice, report or other data

| Type of Submission | Type of Action | | |
|---|---|---|---|
| <input type="checkbox"/> Notice of Intent | <input type="checkbox"/> Acidize | <input type="checkbox"/> Deepen | <input type="checkbox"/> Production(Start/Resume) |
| <input type="checkbox"/> Subsequent Report | <input type="checkbox"/> Alter Casing | <input type="checkbox"/> Fracture Treat | <input type="checkbox"/> Recomplete |
| <input type="checkbox"/> Final Abandonment Notice | <input type="checkbox"/> Casing Repair | <input type="checkbox"/> New Constuction | <input type="checkbox"/> Spud Well |
| | <input type="checkbox"/> Change Plans | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Other :APD Extension |
| | <input type="checkbox"/> Convert to Inject. | <input type="checkbox"/> Plug Back | |

13. Describe Proposed or Completed Operation:

Aztec Rig #711 spudded the well on 01/03/14. Drilled 12-1/4" vertical hole down to 215' MD/TVD. 9 5/8" surface casing, J-55, 40.0 ppg, BTC connection was run to 211' MD/TVD. The Surface casing was cemented with 130 sx, 15.80 ppg density, 1.17 yield cement with full returns during cementing and cement was brought to surface. A 9 5/8" SOW x 11' Cameron wellhead was installed and tested to 1500 psi with nitrogen and 11" 3000 psi BOPs were installed and tested to 250psi low/3000psi high per BLM requirements and charted by Wilson Service Co. of Farmington, New Mexico. The 9 5/8" casing was also tested to 600 psi for 30 minutes and charted. An 8 1/2" pilot hole was drilled to 1,750' MD/TVD on 01/06/14. On 01/07/14 a Weatherford Whipstock was run, oriented and cemented in place. The well was kicked off the whipstock at 963' and the 8 1/2" inclination curve drilled and landed at 1597' TVD/MD. The lateral was drilled and reached TD (3374' MD / 1,597' TVD) on 01/10/14. Ran 5-1/2" production casing, 20.0 ppg, N-80, Wedge 521 connection from surface to TD on 12/14/13. Cemented to surface with 780 sx (187.5 bbl), 13.5 ppg, 1.35 yield. On 01/14/14, 5-1/2" casing slips were set and engaged with 120k casing wt. An 11"x 5-1/2" tubing head with dry hole cap was installed and tested to 3000 psi by Cameron and the rig was released following the location cleanup.



I hereby certify that the foregoing is true and correct.

| | | |
|---------------------------------------|---|-------------------|
| 14. Signature | Name (Typed/Printed) Patrick Padilla | Date 1/28/2014 |
| Title President, Chuza Oil Company | | |
| Approved by (Signature) | Name (Typed/Printed) | Date |
| Title | Office | |

Conditions of approval if any are attached. Approval of this notice does not warrant or certify that the applicant hold legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Title 18 U.S.C Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department to agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

ACCEPTED FOR RECORD

NMOCD
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FEB 18 2014
FARMINGTON FIELD OFFICE
BY: TL Saliers