

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD Artesia

FORM APPROVED
OMB No. 1004-0137
Expires March 31, 2007

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE- Other instructions on reverse side.

1 Type of Well: <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		5 Lease Serial No. NM-112915 SL VB 1139
2 Name of Operator Caza Operating, LLC		6 If Indian, Allottee or Tribe Name:
3a Address 200 North Loraine, Suite 1550, Midland, Texas 79701		7 If Unit or CA/Agreement, Name and/or No. CA NM 128667 pending
3b Phone No. (include area code) 432 682 7424		8 Well Name and No. Forehand Ranch 27 State Com # 111
4 Location of Well (Footage, Sec, T, R, M, or Survey Description) 252' FNL & 1900 FEL, Sec 27, T-23-S, R-27-E		9 API Well No. 30 015 39844
		10 Field and Pool, or Exploratory Area Wildcat, Bone Spring.
		11 County or Parish, State Eddy County, New Mexico

12. CHECK 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"/> Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input checked="" type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

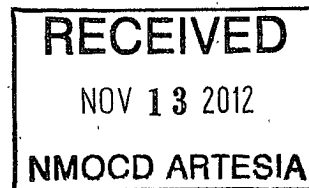
10-23-2012_Reached Pilot Hole TD of 9450 ft @ 07:30 hrs MDT 10/23/12.

10-24-2012_Log well w/ Halliburton. Log TD 9436 ft.

10-25-2012_Run Gyro through drill pipe.

10-(26-27)-2012_W/O Orders for Target selection. Target Entry \pm 7350 ft TVD.

10-(28-29) 2012_TIH to 9450 ft. Set 725 sk "H" 15.6 ppg open hole balanced plug. Tag Plug Top @ 8046 ft. Spot second 725 sks balanced plug from 8046 ft to 6757 ft. Dressed plug to 6800 ft. Set oriented open hole whipstock 6738-6750. Whip oriented to 178° azimuth with gyro.



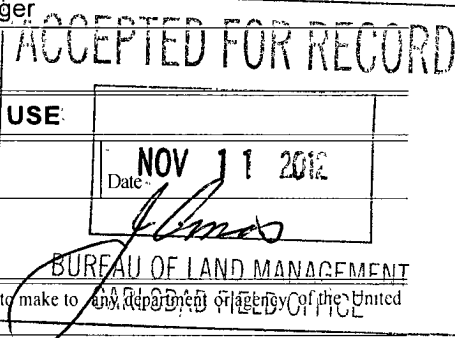
RDade 11/15/12
Approved for record
NMOC D

14 I hereby certify that the foregoing is true and correct
Name (Printed/Typed)
Richard L. Wright

Signature *Richard L. Wright* Title Operations Manager Date 10/30/2012

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by _____ Title _____
Conditions of approval, if any, are attached Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon Office _____



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