

District I - (575) 393-6161  
1625 N. French Dr., Hobbs, NM 88240  
District II - (575) 748-1283  
811 S. First St., Artesia, NM 88210  
District III - (505) 334-6178  
1000 Rio Brazos Rd., Aztec, NM 87410  
District IV - (505) 476-3460  
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
Minerals and Natural Resources  
CONSERVATION DIVISION  
1220 South St. Francis Dr.  
Santa Fe, NM 87505  
RECEIVED  
AUG 30 2012

<p><b>SUNDRY NOTICES AND REPORTS ON WELLS</b> (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.)</p>		<p>WELL API NO. <b>30 025 40621</b></p>
<p>1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/></p>		<p>5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/></p>
<p>2. Name of Operator <b>Caza Operating, LLC</b></p>		<p>6. State Oil &amp; Gas Lease No. <b>VB 1184</b></p>
<p>3. Address of Operator <b>200 N. Loraine, Suite 1550, Midland, Texas 79701</b></p>		<p>7. Lease Name or Unit Agreement Name <b>Caza Ridge 14 State</b></p>
<p>4. Well Location Unit Letter <b>O</b> : 330 feet from the <b>South</b> line and <b>1980</b> feet from the <b>East</b> line Section <b>14</b> Township <b>23 S</b> Range <b>34E</b> NMPM County <b>Lea</b></p>		<p>8. Well Number <b>3H</b></p>
<p>11. Elevation (Show whether DR, RKB, RT, GR, etc.) <b>3372 GR</b></p>		<p>9. OGRID Number <b>249099</b></p>
		<p>10. Pool name or Wildcat <b>Antelope Ridge Bone Sprg-West</b></p>

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

<p><b>NOTICE OF INTENTION TO:</b></p> <p>PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/>          TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/>          PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/>          DOWNHOLE COMMINGLE <input type="checkbox"/></p>		<p><b>SUBSEQUENT REPORT OF:</b></p> <p>REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/>          COMMENCE DRILLING OPNS. <input type="checkbox"/> P AND A <input type="checkbox"/>          CASING/CEMENT JOB <input checked="" type="checkbox"/></p>	
<p>OTHER: <input type="checkbox"/></p>		<p>OTHER: <input type="checkbox"/></p>	

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

8/14/2012\_Tested 13-5/8" BOPE 3000 psi High & 250 psi Low. Tested Casing 1000 psi for 30 minutes.  
 8/(15-25)/2012\_Drill 12-1/4" hole from 750 to 5000 ft. TD intermediate hole 8-25-2012 @ 12:00 hrs CDT.  
 8/26/2012\_Ran 25 jts 9-5/8" 40# HCK-55 LTC + 96 jts 9-5/8" 40# J-55 LTC to 4952'. Cemented casing w/ 1760 sks "C" Lite 12.4 ppg. Tailed w/ 200 sks "C" w/ 1% CaCl2. Circulated 134 sks Excess.  
 8/27/2012\_Tested BOPE 250 psi Low & 5000 psi high. Annular 2500 psi high/250 psi low. P/U new 8-3/4" bit & BHA. TIH to Cmt @ 4900 ft. Test Casing to 1000 psi for 30 minutes. okay. Total WOC 18-1/4 hrs.

Spud Date: **June 28, 2012** Rig Release Date:

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE *Richard L. Wright* TITLE Operations Manager DATE 8/27/2012

Type or print name Richard L. Wright E-mail address: rwright@cazapetro.com PHONE: 432 682 7424 ext 1006  
**For State Use Only**

APPROVED BY: *[Signature]* TITLE Petroleum Engineer DATE SEP 04 2012  
 Conditions of Approval (if any):