

Submit 1 Copy To Appropriate District Office

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
Energy, Minerals and Natural Resources

Form C-103
Revised July 18, 2013

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

WELL API NO. 30-015-42307
5. Indicate Type of Lease STATE [X] FEE []
6. State Oil & Gas Lease No. VB-1659
7. Lease Name or Unit Agreement Name Forehand 22 State
8. Well Number #1
9. OGRID Number 249099
10. Pool name or Wildcat Cass Draw; Delaware 10410
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3158 GR

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 [X] Gas Well [] Other []
2. Name of Operator Caza Operating, LLC
3. Address of Operator 200 N. Lorraine, Suite 1550, Midland, Texas 79701
4. Well Location Unit Letter 0 : 660 feet from the South line and 1980 feet from the East line
Section 22 Township 23 S Range 27 E NMPM County Eddy
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3158 GR

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 []
CLOSED-LOOP SYSTEM []
OTHER: []
SUBSEQUENT REPORT OF:
REMEDIAL WORK [] ALTERING CASING []
COMMENCE DRILLING OPNS [X] P AND A []
CASING/CEMENT JOB [X]
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 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

NM OIL CONSERVATION
ARTESIA DISTRICT

AUG 04 2014

RECEIVED

5-22-14_ R/D & M/O Baccus Cable tool rig & Equipment.

5-23-14_ Start Moving in Sovereign Drilling Rig # 1.

5-24-14_ Moving in & R/U Sovereign Rig # 1.

5-25-14_ Finish R/U drilling tools.

5-26-14_ Clean out well bore to 70'. Drilling 17-1/2" hole to 452'. POH to run casing. RIH w/ 13-3/8" 48 lb H-40 STC Csg

5-27-14_ Cemented csg w/ 265 sks "C" Lite mixed 13.5 ppg. Tailed w/ 150 sks "C" w/ 2% CaCl2 mixed 14.8 ppg. Circ 96 sks.

5-28-14_ N/U BOPE. Test to 2000 psi. RIH w/ 11" bit & BHA to cement. Test Csg to 500 psi for 30 minutes.

Spud Date: April 30th, 2014

Rig Release Date:

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

SIGNATURE [Signature] TITLE Operations Manager DATE 5-28-2014

Type or print name Richard L. Wright E-mail address: rwright@cazapetro.com PHONE: 432 682 7424

For State Use Only

APPROVED BY: [Signature] TITLE District Supervisor DATE 8-12-14
Conditions of Approval (if any):