

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 Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170 District IV 1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462	State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505	Form C-103 August 1, 2011 Permit 237573 WELL API NUMBER 30-015-43555 5. Indicate Type of Lease F 6. State Oil & Gas Lease No.																																																																																																																																																																
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.)		7. Lease Name or Unit Agreement Name FOREHAND RANCH 22 STATE																																																																																																																																																																
1. Type of Well: G		8. Well Number 008H																																																																																																																																																																
2. Name of Operator CAZA OPERATING, LLC		9. OGRID Number 249099																																																																																																																																																																
3. Address of Operator 200 N LORRAINE, STE 1550, MIDLAND, TX 79701		10. Pool name or Wildcat																																																																																																																																																																
4. Well Location Unit Letter <u>K</u> : <u>2310</u> feet from the <u>S</u> line and feet <u>1980</u> from the <u>W</u> line Section <u>22</u> Township <u>23S</u> Range <u>27E</u> NMPM County <u>Eddy</u>																																																																																																																																																																		
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11. Elevation (Show whether DR, KB, BT, GR, etc.) 3149 GR																																																																																																																																																																		
Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/> Pit Type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____ Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____																																																																																																																																																																		
12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data <table style="width:100%;"> <tr> <td colspan="2">NOTICE OF INTENTION TO:</td> <td colspan="2">SUBSEQUENT REPORT OF:</td> </tr> <tr> <td>PERFORM REMEDIAL WORK <input type="checkbox"/></td> <td>PLUG AND ABANDON <input type="checkbox"/></td> <td>REMEDIAL WORK <input type="checkbox"/></td> <td>ALTER CASING <input type="checkbox"/></td> </tr> <tr> <td>TEMPORARILY ABANDON <input type="checkbox"/></td> <td>CHANGE OF PLANS <input type="checkbox"/></td> <td>COMMENCE DRILLING OPNS. <input type="checkbox"/></td> <td>PLUG AND ABANDON <input type="checkbox"/></td> </tr> <tr> <td>PULL OR ALTER CASING <input type="checkbox"/></td> <td>MULTIPLE COMPL <input type="checkbox"/></td> <td>CASING/CEMENT JOB <input type="checkbox"/></td> <td></td> </tr> <tr> <td colspan="2">Other: _____</td> <td colspan="2">Other: <u>Drilling/Cement</u> <input checked="" type="checkbox"/></td> </tr> </table>			NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:		PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTER CASING <input type="checkbox"/>	TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE OF PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>		Other: _____		Other: <u>Drilling/Cement</u> <input checked="" type="checkbox"/>																																																																																																																																													
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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 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion. 05/03/17-763'-13.375" 54.5# J55 casing cement with 335sx 12.9# Class C cement with 0.125# polyflake+5% salt+2# kol-seal. 335sx 14.8# cement with 1% CaCl2+0.125# polyflake. Test to 1500psi 30 mins - OK. 05/09/17-7500'-9.625" 47# HCL80, 40# HCL80/J55. DVT 3909'. Cement with 955sx 11.5# Class C with 0.25# polyflake+3# seal. 455sx 13.2# Class C with 0.125# polyflake. 1200sx 12.9ppg Class C with 5% salt. Test 1500psi 30 mins - OK 05/23/17-14,456'-5.5" 20# HCP110 cement with 1275sx 11.5# Class H+0.65% HR-601 + 0.05% SA-1015+0.25# D-AIR. 1275sx 13.2# Class H. 150sx 14.5# Class H test 4000psi 30 mins 5/1/2017 Spudded well.																																																																																																																																																																		
Casing and Cement Program <table border="1" style="width:100%; border-collapse: collapse;"> <thead> <tr> <th>Date</th> <th>String</th> <th>Fluid Type</th> <th>Hole Size</th> <th>Csg Size</th> <th>Weight lb/ft</th> <th>Grade</th> <th>Est TOC</th> <th>Dpth Set</th> <th>Sacks</th> <th>Yield</th> <th>Class</th> <th>1" Dpth</th> <th>Pres Held</th> <th>Pres Drop</th> <th>Open Hole</th> </tr> </thead> <tbody> <tr> <td>05/03/17</td> <td>Surf</td> <td>FreshWater</td> <td>17.5</td> <td>13.375</td> <td>54.5</td> <td>J55</td> <td>0</td> <td>763</td> <td>335</td> <td>1.886</td> <td>C</td> <td></td> <td>1500</td> <td>0</td> <td>N</td> </tr> <tr> <td>05/03/17</td> <td>Surf</td> <td>FreshWater</td> <td>17.5</td> <td>13.375</td> <td>54.5</td> <td>J55</td> <td>460</td> <td>763</td> <td>335</td> <td>1.348</td> <td>C</td> <td></td> <td>1500</td> <td>0</td> <td>N</td> </tr> <tr> <td>05/08/17</td> <td>Int1</td> <td>CutBrine</td> <td>12.25</td> <td>9.625</td> <td>47</td> <td>HCL80</td> <td>5497</td> <td>7500</td> <td>455</td> <td>1.1464</td> <td>C</td> <td></td> <td>1500</td> <td>0</td> <td>N</td> </tr> <tr> <td>05/09/17</td> <td>Int1</td> <td>CutBrine</td> <td>12.25</td> <td>9.625</td> <td>40</td> <td>HCL80</td> <td>3909</td> <td>5497</td> <td>455</td> <td>13.2</td> <td>C</td> <td></td> <td>1500</td> <td>0</td> <td>N</td> </tr> <tr> <td>05/09/17</td> <td>Int1</td> <td>CutBrine</td> <td>12.25</td> <td>9.625</td> <td>40</td> <td>J55</td> <td>3700</td> <td>3529</td> <td>100</td> <td>1.332</td> <td>C</td> <td></td> <td>1500</td> <td>0</td> <td>N</td> </tr> <tr> <td>05/09/17</td> <td>Int1</td> <td>CutBrine</td> <td>12.25</td> <td>9.625</td> <td>40</td> <td>J55</td> <td>40</td> <td>3529</td> <td>1200</td> <td>1.872</td> <td>C</td> <td></td> <td>1500</td> <td>0</td> <td>N</td> </tr> <tr> <td>05/23/17</td> <td>Prod</td> <td>CutBrine</td> <td>8.5</td> <td>5.5</td> <td>20</td> <td>HCP110</td> <td>0</td> <td>16456</td> <td>840</td> <td>2.79</td> <td>H</td> <td></td> <td>4000</td> <td>0</td> <td>N</td> </tr> <tr> <td>05/23/17</td> <td>Prod</td> <td>CutBrine</td> <td>8.5</td> <td>5.5</td> <td>20</td> <td>HCP110</td> <td>5000</td> <td>16456</td> <td>1275</td> <td>1.464</td> <td>H</td> <td></td> <td>4000</td> <td>0</td> <td>N</td> </tr> <tr> <td>05/23/17</td> <td>Prod</td> <td>CutBrine</td> <td>8.5</td> <td>5.5</td> <td>20</td> <td>HCP110</td> <td>15000</td> <td>16456</td> <td>150</td> <td>2.16</td> <td>H</td> <td></td> <td>4000</td> <td>0</td> <td>N</td> </tr> </tbody> </table>			Date	String	Fluid Type	Hole Size	Csg Size	Weight lb/ft	Grade	Est TOC	Dpth Set	Sacks	Yield	Class	1" Dpth	Pres Held	Pres Drop	Open Hole	05/03/17	Surf	FreshWater	17.5	13.375	54.5	J55	0	763	335	1.886	C		1500	0	N	05/03/17	Surf	FreshWater	17.5	13.375	54.5	J55	460	763	335	1.348	C		1500	0	N	05/08/17	Int1	CutBrine	12.25	9.625	47	HCL80	5497	7500	455	1.1464	C		1500	0	N	05/09/17	Int1	CutBrine	12.25	9.625	40	HCL80	3909	5497	455	13.2	C		1500	0	N	05/09/17	Int1	CutBrine	12.25	9.625	40	J55	3700	3529	100	1.332	C		1500	0	N	05/09/17	Int1	CutBrine	12.25	9.625	40	J55	40	3529	1200	1.872	C		1500	0	N	05/23/17	Prod	CutBrine	8.5	5.5	20	HCP110	0	16456	840	2.79	H		4000	0	N	05/23/17	Prod	CutBrine	8.5	5.5	20	HCP110	5000	16456	1275	1.464	H		4000	0	N	05/23/17	Prod	CutBrine	8.5	5.5	20	HCP110	15000	16456	150	2.16	H		4000	0	N
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I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOC guidelines <input type="checkbox"/> , a general permit <input type="checkbox"/> or an (attached) alternative OCD-approved plan <input type="checkbox"/> .																																																																																																																																																																		
SIGNATURE _____ TITLE _____ DATE _____																																																																																																																																																																		

OCD Permitting

Type or print name

E-mail address

Telephone No.

For State Use Only:

APPROVED BY:

TITLE

DATE

AKL

Staff Mgr

2-26-18