| Submit 1 Copy To Appropriate District   |                                 | State of New Me             | exico  | Form C-103                           |         |
|---|---------------------------------|-----------------------------|--|--------------------------------------|---------|
| District I - (575   | 5) 393-6161 Ene                 | ergy, Minerals and Natu     | iral Resources                                   | Revised August 1, 20<br>WELL API NO. |         |
| District II ~ (575) 748-1283  |                                 |                             |  | 30 025 40621                         |         |
| 811 S First St, Artesia, NM 88210<br><u>District III</u> – (505) 334-6178<br><b>AUG 1 7 2012</b> 20 South St. Francis Dr.                             |                                 |                             |  | 5. Indicate Type of Lease            |         |
| 1000 Rio Brazos Rd, Aztec, NM 87410   |                                 |                             | STATE     FEE       6. State Oil & Gas Lease No. |                                      |         |
| 1220 S St Francis Dr, Santa Fe, NM  |                                 |                             |  | VB 1184                              |         |
| 87505   | SUNDRY NOTICES ANI              |                             |  | 7. Lease Name or Unit Agreement Name | ;       |
| (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A<br>DIFFERENT RESERVOIR USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH |                                 |                             |  |                                      |         |
| PROPOSALS)  |                                 |                             |  | Caza Ridge 14 State                  |         |
| 1. Type of Well: Oil Well Gas Well Other  |                                 |                             |  | 8. Well Number 3H /                  |         |
| 2. Name of Operator Caza Operating,LLC  |                                 |                             |  | 9. OGRID Number / 249099             |         |
| 3. Address of Operator  |                                 |                             |  | 10. Pool name or Wildcat             |         |
| 200 N. Loraine, Suite 1550, Midland, Texas 79701  |                                 |                             |  | Antelope Ridge Bone Sprg-West        | -       |
| 4. Well Loc   |                                 |                             | 1. 1 1000  |                                      |         |
| l   | t Letter <u>0</u> : <u>330</u>  | _feet from the <u>South</u> | line and   | feet from the <u>East</u> line       |         |
| Sec   | tion 14                         | Township 23 S               | Range 34E  | NMPM County Lea                      | a 19.64 |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc.)<br>3372 GR   |                                 |                             |  |                                      |         |
|   |                                 |                             |  |                                      |         |
| 12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data  |                                 |                             |  |                                      |         |
| NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF:   |                                 |                             |  |                                      |         |
| PERFORM REMEDIAL WORK D PLUG AND ABANDON REMEDIAL WORK  |                                 |                             |  |                                      |         |
|   |                                 |                             | COMMENCE DRI                                     |                                      | 3       |
| PULL OR ALTER CASING I MULTIPLE COMPL CASING/CEMENT JOB   |                                 |                             |  |                                      |         |
| DOWNHULI  |                                 |                             |  |                                      |         |
| OTHER OTHER:  |                                 |                             |  |                                      |         |
| of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of  |                                 |                             |  |                                      |         |
| prop  | osed completion or recompletion | 1.                          |  |                                      |         |
| 8/6/2012_ R/D Baccus Rig 3. Butch's Rathole set 90' 15-1/2" mouse hole. Start Moving in Patriot Rig # 4.  |                                 |                             |  |                                      |         |
| 8/7-10/2012_MIRU Patriot Rig # 4 w/ closed system & Top Drive.  |                                 |                             |  |                                      |         |
| 8/11/2012_Start Drilling operations 8/11/2012 (01:30 hrs) w/ Patriot Rig # 4. Drill 17-1/2" hole from 152' to 183'.                                   |                                 |                             |  |                                      |         |
| 8/13/2012_TD Surface hole @ 750 ft. 22:30 hrs CDT 8/12/2012. Run 13-3/8" 54.5# J-55 STC casing to 750 ft.   |                                 |                             |  |                                      |         |
| Float collar @ 704 ft.  |                                 |                             |  |                                      |         |
| 8/14/2012_Baker Cemented Casing w/ 500 sks "C" w/ 4% gel & 2% Cacl2 1.74 yield 13.5 ppg. Tailed w/ 200 sks "C" w/                                     |                                 |                             |  |                                      |         |
| 2% cacl2 1.34 yield mixed 14.8 ppg. Lift press 300 psi. TOC 115 ft. Top out cement to surf w/ 85 sks cmt  |                                 |                             |  |                                      |         |
| via 1-1/2" tubing. Job completed 13:00 hrs CDT 8/13/2012. Circ 25 sks excess.   |                                 |                             |  |                                      |         |
|   |                                 |                             |  |                                      |         |
| Spud Date:  | June 28, 2012                   | Rig Release Da              | ate:   |                                      |         |
|   |                                 |                             | L  |                                      |         |
|   |                                 |                             |  |                                      |         |
| I hereby certify that the information above is true and complete to the best of my knowledge and belief.  |                                 |                             |  |                                      |         |
|   | Richard L. Wright               |                             |  |                                      |         |
| SIGNATURE   | Richard d. Wright               | TITLE_Operat                | ions Manager                                     | DATE_8/ <u>14/2012</u>               |         |
| Type or print name <u>Richard L. Wright</u> E-mail address: <u>rwright@cazapetro.com</u> PHONE: <u>432 682 7424 ext 1006</u>                          |                                 |                             |  |                                      |         |
| For State Use Only     Petroleum Engineer       APPROVED BY:  |                                 |                             |  |                                      |         |
| APPROVED BY:  |                                 |                             |  |                                      |         |
|   | Approval (if any):              |                             |  | • ***                                |         |
|   |                                 |                             |  |                                      |         |

**H**