

Submit 1 Copy To Appropriate District Office

State of New Mexico

Form C-103

Revised August 1, 2011

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

Energy, Minerals and Natural Resources

HOBBS OGD
DEC 17 2012
RECEIVED

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.
Santa Fe, NM 87505

WELL API NO. 30-025-40451
5. Indicate Type of Lease STATE [X] FEE []
6. State Oil & Gas Lease No. VO 7969
7. Lease Name or Unit Agreement Name Lennox Unit "32" State
8. Well Number 2H
9. OGRID Number 249099
10. Pool name or Wildcat Rock Lake-Bone Spring

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 North Loraine, Suite 1550
Midland, Texas 79701

4. Well Location
Unit Letter "A" : 330 feet from the North line and 660 feet from the East line
Section 32 Township 22 S Range 35 E NMPM County Lea

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3525' 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 []

SUBSEQUENT REPORT OF:

- REMEDIAL WORK [] ALTERING CASING []
COMMENCE DRILLING OPNS. [] P AND A []
CASING/CEMENT JOB []

OTHER: []

OTHER: Continue Cable Tool Drlg oper. [X]

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.

12-11-2012_ Start up Cable tool Rig Baccus # 6. Tag Fill @ 130 ft. Clean out hole with 16" drill head to 150'. Mud up hole with polymer to stabilize formation. Formation= Soft Red Bed & Brown Clay. Secure Well.

12-12-2012_ Start up Cable Tool Rig Baccus # 6. Tag Fill @ 150 ft. Clean out hole with 16" drill head to 170'. Hole has been stabilized using polymer mud. Release Crews. 287 Days from Spud. Will Continue work on 14th of December.

Spud Date:

February 29th, 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 12-13-2012

Type or print name Richard L. Wright

E-mail address: rwright@cazapetro.com

PHONE: 432 682 7424

For State Use Only

APPROVED BY:

Mark Whitaker

TITLE Compliance Officer

DATE 12-18-2012

Conditions of Approval (if any):

DEC 19 2012