

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 August 1, 2011

WELL API NO.

30 025 41096

5. Indicate Type of Lease

STATE ☒ FEE ☐

6. State Oil & Gas Lease No.

VO 8263

7. Lease Name or Unit Agreement Name

Gateway 2 State

8. Well Number # 2

9. OGRID Number

249099

10. Pool name or Wildcat

Wolfcamp - Wildcat

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 ☒ Gas Well ☐ Other ☐

2. Name of Operator

Caza Operating, LLC

3. Address of Operator

200 N. Loraine, Suite 1550, Midland, Tx 79701

4. Well Location

Unit Letter D : 525 feet from the North line and 660 feet from the West line

Section 2 Township 19 S Range 35 E NMPM County Lea

11. Elevation (Show whether DR, RKB, RT, GR, etc.)

3849 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 ☐

OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐

COMMENCE DRILLING OPNS. ☐ P AND A ☐

CASING/CEMENT JOB ☐

OTHER: Continue Drilling operation. ☒

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.

5-22-2013 _ Start up Baccus Rig 6 Cable tool equipment. Clean out fill in hole from 35' to 47'.

Drill 10' new 18" hole from 47' to 57'. No water in well bore. Secure well. Depart location.

Days since spud (23). No Fresh Water in Well Bore.

Spud Date: 4-30-2013

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 5-23-2013

Type or print name Richard L. Wright

E-mail address: rwright@cazapetro.com PHONE: 432 682 7424

For State Use Only

APPROVED BY:

E. Gonzalez

TITLE DIST. MGR

DATE 5-29-2013

Conditions of Approval (if any):