

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

HOBBS OGD

Energy, Minerals and Natural Resources

Revised August 1, 2011

AUG 30 2013

RECEIVED

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

WELL API NO. 30 025 41096
5. Indicate Type of Lease STATE [X] FEE []
6. State Oil & Gas Lease No. VO 8263
7. Lease Name or Unit Agreement Name Gateway 2 State Com
8. Well Number # 2H
9. OGRID Number 249099
10. Pool name or Wildcat Scherb, Bone Wolfcamp - Wildcat 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 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: TD pilot hole. Plug back. Set whip [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.

- 8-12-13_ TD 8-3/4" pilot @ 10,500 ft 06:00 hrs CDT 8-12-13.
8-13-13_ Run Gyro. POH to Log. Logger TD 10,492'.
8-15-13_ Spot 634 Sks "H" 15.6 ppg from TD 10,500' to 8,355'. Cmt'd in 2 (317 sk) stages. Dressed Cmt top from 8355' to 8,900'.
8-16-13_ Set oriented open hole whipstock @ 8,850'. Drill pilot hole.

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 8-27-2013
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 Petroleum Engineer DATE 10/30/14
Conditions of Approval (if any):

OCT 30 2014