

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 OOD
 SEP 01 2016
 RECEIVED

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

WELL API NO. 30-025-42357
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. VB-1758
7. Lease Name or Unit Agreement Name Igloo 19 State
8. Well Number 3H
9. OGRID Number 249099
10. Pool name or Wildcat Lea; Bone Sprgs, South 37580

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, Texas 79701

4. Well Location
 Unit Letter O : 200' feet from the South line and 1800' feet from the East line
 Section 19 Township 20S Range 34E NMPM County Lea

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3,693 GR

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>	
DOWNHOLE COMMINGLE <input type="checkbox"/>			
CLOSED-LOOP SYSTEM <input type="checkbox"/>			
OTHER: <input type="checkbox"/>		OTHER: Set Whip Stock in 8 3/4" Openhole <input checked="" type="checkbox"/>	

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.

08-21 thru 27-2016: Drill 8 3/4" hole to total depth of 11,695'. Condition hole for whipstock.
 08-28-2016: PU 500' of 2 7/8" 6.5# tubing, 1st joint orange pealed & 2nd joint slotted, Schlumberger whip stock. RU and run VES Gyro and orient tool to 358 degree gyro and Set whipstock at 10,950'. Drop 3/4 ball wait 30 mins. Set anchor with 2500 psi. Push test with 25k - 3 times. Burst disc with 3800 psi. Drop 1 1/4" ball wait 30 mins. Shear away with 2600 psi. R/U basic cementer's & hold safety meeting. Pump 39 bbls of 17ppg cement Yield-1. Displaced with 188 bbls of 9.5 brine. Pull away from whip stock and circulate bottoms up with 500 GPM.

Spud Date: Rig Release Date:

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE A.B. Sam TITLE V.P. Operations DATE 08-29-2016

Type or print name A.B. Sam E-mail address: tsam@cazapetro.com PHONE: 432-682-7424

For State Use Only

APPROVED BY: [Signature] TITLE _____ DATE 09/01/16
 Conditions of Approval (if any): _____