OCD-HOBBS **UNITED STATES** FORM APPROVED OM B No. 1004-0137 Expires: March 31, 2007 DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT** Lease Serial No. APR 0 7 2000 NOTICES AND REPORTS ON WELLS NM99048 o notruserthis form for proposals to drill or to re-enter an bandoned well. Use Form 3160-3 (APD) for such proposals. 6. If Indian, Allottee or Tribe Name 7. If Unit or CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE- Other instructions on reverse side. 1. Type of Well Oil Well 🗆 ✓ Gas Well□□ Other 8. Well Name and No. MUD SLIDE SLIM 15 FED # 1 2. Name of Operator CAZA OPERATING, LLC 9. API Well No. 3a. Address 30 025 38469 3b. Phone No. (include area code) 200 N. LORAINE, SUITE 1550, MIDLAND, TX 79701 432 682 7424 10. Field and Pool, or Exploratory Area LAGUNA VALLEY MORROW 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 11. County or Parish, State 1980 FNL & 1980 FWL, SEC 15, T-20-S, R-34-E, LEA COUNTY, NEW MEXOCO LEA COUNTY, NEW MEXICO 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Acidize Production (Start/Resume) Deepen Water Shut-Off Notice of Intent Alter Casing Fracture Treat Reclamation Well Integrity Other TD WELL AND SET Casing Repair ✓ Subsequent Report **New Construction** Recomplete PRODUCTION CSG Change Plans Plug and Abandon Temporarily Abandon _ Final Abandonment Notice Convert to Injection ☐ Plug Back Water Disposal 13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.) DRILL 8.5 INCH HOLE TO TO 12496 FT. CHANGE HOLE SIZE TO 7.875 AND CONTINUE DRILLING TO 13514 DRILLERS DEPTH. TD WELL 07:00 HRS CST 3/1/08. LOG WELL WITH HALLIBURTON. SET 5.5 INCH PRODUCTION CSG TOP 17# P-110 (228 JTS) & BOT 20# L-80 (71 JTS). LTC CASING SET @ 13514 FT. FLOAT COLLAR "PBTD" @ 13463 FT. STAGE TOOL @ 8512 FT. CEMENTED 1ST STAGE W/ 1600 SKS "H" 15.7 PPG. OPEN TOOL @ 8512 FT. CIRCULATED OUT 248 SKS EXCESS CEMENT. GEMENTED 2ND STAGE W/ 1200 SKS "H" 15.7 PPG. OPEN TOOL @ 8512 FT. CIRCULATED OUT 248 SKS EXCESS CEMENT. GEMENTED 2ND STAGE W/ 1200 SKS "C" W/ 8PPS GILSONITE MIXED 14.09 PPG. FINAL PRESSURE 1300 PSL-CALC TOG 4300 RT FS. HOBBS BLM NOTIFIED OF JOB 3:00 PM 3/5/08. RIG RELEASED 3/6/08.

14. Thereby certify that the foregoing is true and correct Name (Printed/Typed)

RICHARD L. WRIGHT

Signature

Richard

CARLSBAD FIELD OFFICE

Title OPERATIONS-MGR

Date

03/06/2008

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

Date