

RECEIVED

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

OCD-HOBES

FORM APPROVED  
OMB No. 1004-0137  
Expires: March 31, 2007

DEC 23 2008

HOBES

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE- Other instructions on reverse side.

1. Type of Well  
☐ Oil Well ☐ ☒ Gas Well ☐ Other

2. Name of Operator  
Caza Operating, LLC

3a. Address  
200 N. Lorraine, Suite 1550, Midland, Texas 79701

3b. Phone No. (include area code)  
432 682 7424

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

1980 FNL & 1980 FWL, Sec 15, T20S, R34E

5. Lease Serial No.

NM 99048

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.

8. Well Name and No.

Mud Slide Slim 15 Fed. # 1

9. API Well No.

30 025 38469

10. Field and Pool, or Exploratory Area

Laguna Valley, Morrow

11. County or Parish, State

Lea County, New Mexico

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other <b>Permission for lease Use Gas</b>
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> 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 recompleat 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 recompleat 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.)

Caza Operating has been notified by MMS that we need Permission from BLM in order to use produced Morrow gas as a fuel for the existing compressor which is needed to produce the subject well. This Sundry is our request to use produced gas as fuel for our existing compressor. Fuel will be reported on the 3160 form on a monthly basis. This will be a calculated volume derived from the compressor Company as shown below. This well will not produce unless we use a compressor.

$[(8.5 \text{ Cuft} \times \text{HP} \times 24)/1000] \times (\text{actual rpm of unit} / \text{max rpm for max HP}) = \text{Daily Use in MCF}$

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

Richard L. Wright

Title Operations Manager

Signature

Date

12/16/2008

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.

PETROLEUM ENGINEER

Title

Office

Date DEC 21 2008

JAMES A. AMOS

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.

(Instructions on page 2)