

RECEIVED

OCT 01 2009

HOBBSOCD

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

WELL API NO.

30 025 39508

5. Indicate Type of Lease

STATE ☒ FEE ☐

6. State Oil & Gas Lease No.

VB-1488

7. Lease Name or Unit Agreement Name

Bada Bing 23 State

8. Well Number #1H

9. OGRID Number

249099

10. Pool name or Wildcat

Permo Penn

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 M : 660/330 feet from the South line and 660 feet from the West line
Section 23 Township 10 South Range 33 East NMPM Lea County

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

4208 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 ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐COMMENCE DRILLING OPNS. ☐ P AND A ☐CASING/CEMENT JOB ☐OTHER: Changing Surface Location. ☒OTHER: ☐

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 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Attached is the Revised Surface location for the Subject well. We are changing the location due to the Spacing Rules associated with the Permo Penn Field. We will attempt to use a packer sleeve completion system which could put us into a NSL if the open hole is inside 510 ft from Lease line.

Attached are the Revised Plats

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

TITLE Operations ManagerDATE Sept 28, 2009Type or print name Richard L. WrightE-mail address: rwright@cazapetro.com PHONE: 432 682 7424

For State Use Only

APPROVED BY:

TITLE

PETROLEUM ENGINEER

DATE

OCT 05 2009

Conditions of Approval (if any):