

Submit 3 Copies To Appropriate District

Office

District I

1625 N. French Dr., Hobbs, NM 88240

District II

1301 W. Grand Ave., Artesia, NM 88210

District III

1000 Rio Brazos Rd., Aztec, NM 87410

District IV

1220 S. St. Francis Dr., Santa Fe, NM

87505

RECEIVED

FEB 24 2010

HOBBS

State of New Mexico
Energy, Minerals and Natural Resources

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-10.

June 19, 200

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)		WELL API NO. 30 025 39404 ✓
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> ✓
2. Name of Operator Caza Operating, LLC,		6. State Oil & Gas Lease No. VB-1128
3. Address of Operator 200 N. Loraine, Suite 1550, Midland, Texas 79701		7. Lease Name or Unit Agreement Name Moore Cowbell 27 State
4. Well Location Unit Letter P : 660 feet from the South line and 990 feet from the East line. Section 27 Township 12 South Range 32 East NMPM Lea County		8. Well Number #1H
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 4335 GR		9. OGRID Number 249099 ✓
		10. Pool name or Wildcat Caprock Wolfcamp, East (93 0)

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: ☐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.

Caza Operating, LLC request permission to Temporarily Abandon the subject well until such time as a full engineering evaluation can be run with regards to production vs economics. We will set a CIBP within 100 ft of the side track window : s per Paul Kautz and cap same with 35 ft. cement. We will fill casing with 2% KCL FW + Packer Inhibitor chemical to preserve the casing. We will Blind Flange the tubing spool using the casing valve to monitor same. We will pressure test the casing to 500 psi for 30 minutes per NMOCD request. Charts will be attached to the Subsequent C-103. We've attached a well bore schematic to this C-103 which shows our intent. Assuming we decide to PA the subject well we will displace fluid with salt gel 9.5 ppg mud and spot appropriate plugs as per NMOCD requirement.

Condition of Approval : Notify OCD Hobbs office 24 hours prior to running MIT Test & Chart

Spud Date:

11/28/2009

Rig Release Date:

01/17/2010

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

SIGNATURE

TITLE Operations ManagerDATE 02/24/2010Type or print name Richard L. WrightE-mail address: rwright@cazapetro.com PHONE: 432 682 7424

For State Use Only

APPROVED BY:

TITLE STAFF MANAGERDATE 2-25-10

Conditions of Approval (if any):

Moore Cowbell 27 State # 1
 660 FSL & 990 FEL, Sec 27, T12S, R32E,
 Lea County, New Mexico
 POST DRILLING WELL BORE

