

District I
 1225 N. French Dr., Hobbs, NM 88240
 District II
 101 W. Grand Ave., Artesia, NM 88210
 District III
 1000 Rio Brazos Rd., Aztec, NM 87410
 District IV
 120 S. St. Francis Dr., Santa Fe, NM 87505

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

WELL API NO.
 30-025-35448

5. Indicate Type of Lease
 STATE ☐ FEE ☒

6. State Oil & Gas Lease No

7. Lease Name or Unit Agreement Name
 Merit II

8. Well No.
 1

9. Pool name or Wildcat
 House, Drinkard

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
 Capataz Operating Inc

3. Address of Operator
 PO Box 10549, Midland, TX 79702

4. Well Location

Unit Letter G : 1980 feet from the North line and 1980 feet from the East line

Section 11 Township 20S Range 38E NMPM Lea County

10. Elevation (Show whether DR, RKB, RT, GR, etc.)
 3690 KB

11. 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 COMPLETION ☐
 OTHER ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
 COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDONMENT ☐
 CASING TEST AND CEMENT JOB ☐
 OTHER: Multiple Completion ☒

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 recompilation.

08/25/01 MIRU. TOH w/ rods, pump &* tbg. RIH & set RBP @ 6923'. Perforate 6753-94' 21 holes. 42" diameter. Acidize w/ 4000 gals 20% Nefe. Swabbed back load w/ 50% oil cut. Frac'd w/ 66,862 lbs 20/40 sand and 43,289 gals YF140D. Swabbed back load. Circulated sand off RBP. TOH w/ RBP. RIH w/ 2-7/8" production string & set 6670'. RIH w/ pump & rods. 09/13/01 began pump test.

9-12-01
 RBP-TOH

DI DHC Order No. 0043

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

SIGNATURE [Signature] TITLE Agent DATE 9-18-01

Type or print name H Scott Davis Telephone No. 915-620-8820
 (This space for State use)

APPROVED BY [Signature] TITLE [Signature] DATE JAN 15 2002
 Conditions of approval, if any:

J
 C
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