

**State of New Mexico**  
**Energy, Minerals and Natural Resources**  
**Oil Conservation Division**  
**1220 S. St Francis Dr.**  
**Santa Fe, NM 87505**

**APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE**

1. Operator Name and Address CANO PETRO OF NEW MEXICO, INC. 801 CHERRY STREET FORT WORTH, TX 76102		2. OGRID Number 248802
		3. API Number 30-05-29059
4. Property Code 303560	5. Property Name CATO SAN ANDRES UNIT	6. Well No. 772

**7. Surface Location**

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
E	14	08S	30E	E	1360	N	1315	W	CHAVES

**8. Pool Information**

CATO,SAN ANDRES	10540
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**Additional Well Information**

9. Work Type New Well	10. Well Type OIL	11. Cable/Rotary	12. Lease Type Private	13. Ground Level Elevation 4113
14. Multiple N	15. Proposed Depth 4500	16. Formation San Andres	17. Contractor	18. Spud Date
Depth to Ground water		Distance from nearest fresh water well		Distance to nearest surface water
Pit: Liner: Synthetic <input type="checkbox"/> mils thick    Clay <input type="checkbox"/> Pit Volume:      bbls    Drilling Method: Closed Loop System <input type="checkbox"/> Fresh Water <input checked="" type="checkbox"/> Brine <input type="checkbox"/> Diesel/Oil-based <input type="checkbox"/> Gas/Air <input type="checkbox"/>				

**19. Proposed Casing and Cement Program**

Type	Hole Size	Casing Type	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	12.25	8.625	24	1450	450	0
Prod	7.875	5.5	24	4500	700	400

**Casing/Cement Program: Additional Comments**

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**Proposed Blowout Prevention Program**

Type	Working Pressure	Test Pressure	Manufacturer
Hydril	2000	300	HYDRIL

I hereby certify that the information given above is true and complete to the best of my knowledge and belief. I further certify that the drilling pit will be constructed according to NMOCD guidelines <input type="checkbox"/> a general permit <input type="checkbox"/> or an (attached) alternative OCD-approved plan <input type="checkbox"/> .	OIL CONSERVATION DIVISION	
	Approved By: Paul Kautz	
	Title: Geologist	
	Approved Date: 10/28/2008	Expiration Date: 10/28/2010
	Conditions of Approval Attached	

Printed Name: Electronically filed by Cynthia Chavez	
Title:	
Email Address: cindy@canopetro.com	
Date: 10/28/2008	Phone: 817-698-0900

**District I**  
 1625 N. French Dr., Hobbs, NM 88240  
 Phone:(505) 393-6161 Fax:(505) 393-0720

**District II**  
 1301 W. Grand Ave., Artesia, NM 88210  
 Phone:(505) 748-1283 Fax:(505) 748-9720

**District III**  
 1000 Rio Brazos Rd., Aztec, NM 87410  
 Phone:(505) 334-6178 Fax:(505) 334-6170

**District IV**  
 1220 S. St Francis Dr., Santa Fe, NM 87505  
 Phone:(505) 476-3470 Fax:(505) 476-3462

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Form C-102  
 Permit 84300

**WELL LOCATION AND ACREAGE DEDICATION PLAT**

1. API Number 30-05-29059	2. Pool Code 10540	3. Pool Name CATO SAN ANDRES
4. Property Code 303560	5. Property Name CATO SAN ANDRES UNIT	6. Well No. 772
7. OGRID No. 248802	8. Operator Name CANO PETRO OF NEW MEXICO, INC.	9. Elevation 4113

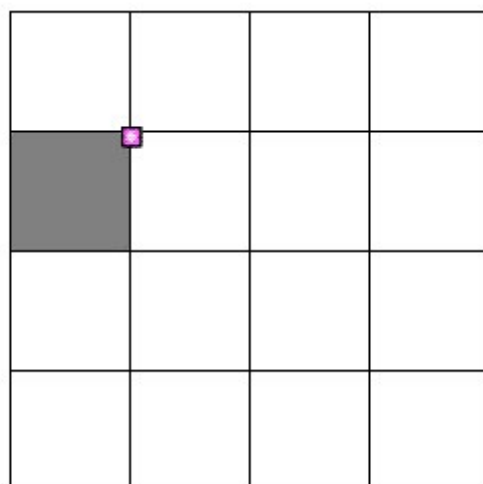
**10. Surface Location**

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
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**11. Bottom Hole Location If Different From Surface**

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
12. Dedicated Acres 40.00		13. Joint or Infill		14. Consolidation Code		15. Order No.			

**NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION**



**OPERATOR CERTIFICATION**

*I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location(s) or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.*

E-Signed By: Cynthia Chavez

Title:

Date: 10/28/2008

**SURVEYOR CERTIFICATION**

*I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.*

Surveyed By: Ronald Eidson

Date of Survey: 8/6/2008

Certificate Number: 3239

## Permit Comments

**Operator:** CANO PETRO OF NEW MEXICO, INC. , 248802

**Well:** CATO SAN ANDRES UNIT #772

**API:** 30-05-29059

Created By	Comment	Comment Date
DMULL	OCD received form C-144 "Pit Registration". OCD permit Number P1-00603.	10/29/2008

# Permit Conditions of Approval

**Operator:** CANO PETRO OF NEW MEXICO, INC. , 248802

**Well:** CATO SAN ANDRES UNIT #772

**API:** 30-05-29059

OCD Reviewer	Condition
pkautz	surface casing must be set 25 feet below top of Anhydrite