New Mexico Oil Conservation Division, District I

UNITED STATES

1625 N. French Drive DEPARTMENT OF THE INTERIOR

DEPARTMENT OF THE INTERIOR

FORM APPROVED OMB No. 1004-0137 Expires: July 31, 2010

(August 2007) **BUREAU OF LAND MANAGEMENT**

Form 3160-5 .

5. Lease Serial No. NMNM0155254D

SIMDDA	NOTICES AND DED	ODTO ON ME	110				
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.					6. If Indian, Allottee or Tribe Name		
SUBMIT IN TRIPLICATE – Other instructions on page 2.					7. If Unit of CA/Agreement, Name and/or No.		
1. Type of Well					Cato San Andres	Unit	
Oil Well Gas Well Other					8. Well Name and No. Cato San Andres Unit #172		
2. Name of Operator Cano Peto of New Mexico, Inc.					9. API Well No. 30-005-20177		
3a. Address 801 Cherry Street Suite 3200 Unit 25 Fort We	3b. Phone No. (in 817-698-0900	clude area cod	le)	10. Field and Pool or Exploratory Area Cato; San Andres			
4. Location of Well (Footage, Sec., 7 E-33-08S-30E 1980 FNL 660 FWL	1)	11. Country or Parish, State Chaves Co, NM					
12. CHE	CK THE APPROPRIATE BO	OX(ES) TO INDICA	ATE NATURE	OF NOTIC	CE, REPORT OR OT	THER DATA	
TYPE OF SUBMISSION	TYPE OF ACTION -						
✓ Notice of Intent	Acidize Alter Casing	Deepen Fracture	Treat		uction (Start/Resume)	☐ Water Shut-Off ☐ Well Integrity	
Subsequent Report	Casing Repair	New Cor	struction	Reco	mplete	✓ Other tag bottom	
Final Abandonment Notice	Change Plans	-	Abandon	_	orarily Abandon		
	Convert to Injection	Plug Bac			r Disposal	ork and approximate duration thereof. I	
BLM ORDER NO. 24-003-10W MIRU pulling unit. RIH w/ sinker bar on the end of san production. RD and move to next well	d line to check depth. Res	ults of data obtair	ned from this p	orocedure	will determine whe	ther this well can be returned to	
			RECEIVED			CEIVED	
			JUL 28 2010 HOBBSOCD				
14. I hereby certify that the foregoing is to	rue and correct. Name (Printed	(Typed)					
Collin Strawn			Title Engineer				
Signature Culy Some			Date 06/14/2010				
	THIS SPACE F	OR FEDERA	L OR STA	TE OFFI	CF USF		
Approved by							
conditions of approval, if any, are affached	P. GLASS Approval of this notice does in	not warrant or contifu	Title	OLEUM	ENGINEER	JUL 2 1 2010	
hat the applicant holds legal or equitable ti entitle the applicant to conduct operations t	heredin C7 2-4	-40//	Office			WELL FIELD OFFICE	
Title 18 U.S.C. Section 1001 and Title 43 United Statements or fraudulent statements or representations.	J.S.C. Section 1212, make it a centations as to any matter with	crime for any person	knowingly and	willfully to	nake to any departme	nt or agency of the United States any false,	



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Pecos District Roswell Field Office 2909 West Second Street Roswell, New Mexico 88201-2019 www.nm.blm.gov



In Reply Refer To: NM-82050X 3160 (P0130)

CERTIFIED-RETURN RECEIPT REQUESTED 7000 0520 0023 4992 4731

Cano Petroleum of New Mexico, Inc. 801 Cherry Street, Suite 3200 Fort Worth, TX 76102

JUL 22 2010

RECEIVED

JUL 2 8 2010 HOBBSOCD

Gentlemen:

The Bureau of Land Management (BLM) received Sundry Notices of Intent Form 3160-5 on June 18, 2010 for Cato Unit Wells Numbers 12, 15, 34, 62, 66, 117, 132, 134, 138, 140, 151, 152, 153, 160, 161, 164, 165, 166, 171, 172, 174, 175, 177, 178, 179, 181, and 184 in response to Written Order Number 24-002-10W (enclosed). The subject Sundry Notices state Cano's plans to run in hole with sinker bar on the end of sand line to check depth to determine which well(s) can returned to production is not considered a sufficient plan in response to Written Order Number 24-002-10W. The subject Sundry Notices are being returned to you Denied. These Sundry Notices also refer to an incorrect Written Order Number 24-003-10W. BLM is requiring Cano provide a more detailed plan to return the subject well(s) to continuous production or plug the well(s) with a plugging program approved by this BLM office within 60 days from receipt of this letter.

If you need additional information and/or have any questions regarding this letter, please contact David Glass, Petroleum Engineer at the above address or at (575) 627-0275.

Sincerely,

15/ Angel Mayes

Angel Mayes Assistant Field Manager, Lands and Minerals

cc: NM (P0130, File Room) Well Files