Office	State of New Me	exico		Page 1 o
District I – (575) 393-6161	Energy, Minerals and Natu		Re	vised July 18, 2013
1625 N. French Dr., Hobbs, NM 88240 District II – (575) 748-1283			WELL API NO. 30-005-27983	
811 S. First St., Artesia, NM 88210	OIL CONSERVATION		5. Indicate Type of Lease	
<u>District III</u> – (505) 334-6178 1000 Rio Brazos Rd., Aztec, NM 87410	1220 South St. Fran			EE 🗌
District IV – (505) 476-3460 1220 S. St. Francis Dr., Santa Fe, NM 87505	Santa Fe, NM 87	7505	6. State Oil & Gas Lease 1	No.
	TICES AND REPORTS ON WELLS	1	7. Lease Name or Unit Ag	reement Name
(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			Cato San Andres	, comone i vanic
PROPOSALS.) 1. Type of Well: Oil Well Gas Well Other			8. Well Number 535	
Name of Operator Cano Petro on NM. INC			9. OGRID Number 248802	
3. Address of Operator			10. Pool name or Wildcat	
801 Cherry Street Unit 25 Suite	3200 Fort Worth, Texas 76102		Cato; San Andres	
4. Well Location				
Unit Letter I2	2538feet from theS1	line and _1296_feet	from theE_ line	
Section 11	Township 08S	Range 30E	NMPM County C	haves
	11. Elevation (Show whether DR,	, RKB, RT, GR, etc.		
12. Check	Appropriate Box to Indicate N	ature of Notice,	Report or Other Data	
NOTICE OF I	NTENTION TO:	SUB	SEQUENT REPORT	OF:
PERFORM REMEDIAL WORK 🗌		REMEDIAL WOR		NG CASING □
TEMPORARILY ABANDON	CHANGE PLANS	COMMENCE DR	ILLING OPNS. ☐ P AND A	Α 🗆
PULL OR ALTER CASING	MULTIPLE COMPL	CASING/CEMEN	T JOB 🔲	
DOWNHOLE COMMINGLE				
CLOSED-LOOP SYSTEM	1	#\$\$400000000000000000000000000000000000		_
OTHER:		OTHER:		
of starting any proposed w	pleted operations. (Clearly state all poork). SEE RULE 19.15.7.14 NMAC			
proposed completion or re	completion.			
NMOCD plans to plug this		nroadura and any	agreed modifications there to	
THE DIGITAL PROPERTY OF THE PR	well in accordance with the attached	brocedure and any	agreed modifications there it).
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Tarroco pians to piug uns	well in accordance with the attached	APP	PROVED	
	Rig Release Da	APP Notify OCD		
		APP	PROVED	
pud Date:		APP Notify OCD done	PROVED 24 hrs. prior to any work	
pud Date:	Rig Release Da	APP Notify OCD done	PROVED 24 hrs. prior to any work	
pud Date:	Rig Release Da	APP Notify OCD done	PROVED 24 hrs. prior to any work te and belief.	
pud Date: hereby certify that the information	Rig Release Dan above is true and complete to the beauty	APP Notify OCD done est of my knowledge	PROVED 24 hrs. prior to any work ge and belief. DATE	

Cano Petro

Plug And Abandonment Procedure Cato San Andres #535

2538' FSL & 1296' FEL, Section 11, 8S, 30E Chaves County, NM / API 30-005-27983

- 1. Hold pre-job safety meeting. Comply with all NMOCD, BLM safety and environmental regulations. Test rig anchors prior to moving in rig if not rigged to base beam.
- 2. Check casing, tubing, and Bradenhead pressures.
- Remove existing piping on casing valve. RU blow lines from casing valves and begin blowing down casing pressure. Kill well as necessary. Ensure well is dead or on a vacuum.
- 4. ND wellhead and NU BOP. Function test BOP.
- 5. P/U 5-1/2" bit or casing scraper on 2-3/8" work string and round trip as deep as possible above top perforation at 3,498'.
- 6. P/U 5-1/2" CR, TIH and set CR at +/- 3,448'. Pressure test tubing to 1000 psi. Sting out of CR. Load hole, and pressure test casing to 800 psi. If casing does not test, then spot or tag subsequent plugs as appropriate. POOH w/ tubing.
- 7. RU wireline and run CBL with 500 psi on casing from CR at 3,448' to surface to identify TOC. Adjust plugs as necessary for new TOC. Email log copy to

Brandon Powell at <u>Brandon.powell@state.nm.us</u> upon completions of logging operations.

- 8. Rig up to pump cement down tubing. Pump water to establish rate down tubing.
- 9. Circulate wellbore with 9.5 ppg salt gel.

NOTE: All Plugs Include 100% excess outside casing and 50% Excess inside casing

10. Plug 1 (Perforations 3,448'-3,228', 25 Sacks Type I/II Cement)

Mix 25 sx Type I/II cement and spot a balanced plug inside casing to cover the San Andres perforations.

11. Plug 2 (San Andres formation top 2,838'-2,618', 25 Sacks Type I/II Cement)

Mix 25 sx Type I/II cement and spot a balanced plug inside casing to cover the San Andres formation top.

12. Plug 3 (Grayburg Formation Top 2,432'-2,212', 25 Sacks Type I/II Cement)

Mix 25 sx Type I/II cement and spot a balanced plug inside casing to cover the Grayburg formation top.

13. Plug 4 (Seven rivers and Tansill formation Tops 1,737'-1,400', 39 Sacks Type I/II Cement)

Mix 39 sx Type I/II cement and spot a balanced plug inside casing to cover the Seven Rivers and Tansill formation tops.

14. Plug 5 (Rustler formation Top 1,165'-945', 25 Sacks Type I/II Cement)

Mix 25 sx Type I/II cement and spot a balanced plug inside casing to cover the Seven Rustler formation top.

15. Plug (Surface Casing Shoe, 570'-Surface, 173 Sacks Type I/II Cement)

Attempt to pressure test the bradenhead annulus to 300 psi; note the volume to load. If BH annulus holds pressure, then establish circulation out casing valve with water. Mix approximately 173 sx cement and spot a balanced plug from 570' to surface, circulate good cement out of casing valve. TOH and LD tubing. Shut well in and WOC. If BH annulus does not test, then perforate at the appropriate depth and attempt to circulate cement to surface filling the casing from 570' and the annulus from the squeeze holes to surface. Shut in well and WOC.

16. ND cementing valves and cut off wellhead. Fill annuli with cement as necessary. Install P&A marker to comply with regulations. Record GPS coordinate for P&A marker on tower report. Photograph P&A marker in place. RD, MOL and restore location per BLM stipulations.

Existing Wellbore Diagram

Cano Petro Of New Mexico Cato San Andres #535 API: 30-005-27983 Chaves County, New Mexico

Surface Casing

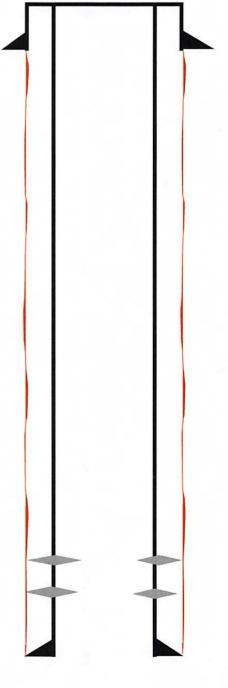
8.625" 24# @ 520 ft OH: 12.25"

Formation

Rustler - 1118 feet Tansill - 1500 feet Seven Rivers - 1687 feet Grayburg - 2382 feet San Andres - 2788 feet

<u>Perforations</u> 3498 feet - 3680 feet

Production Casing 5.5" 15.5# @ 4020 feet OH: 7.875"



Proposed Wellbore Diagram

Cano Petro Of New Mexico Cato San Andres #535 API: 30-005-27983 Chaves County, New Mexico

Plug 6

570 feet - surface 570 foot plug 173 Sacks of Type I/II Cement

Plug 5

1165 feet - 945 feet 220 foot plug 25 Sacks of Type I/II Cement

Plug 4

1737 feet - 1400 feet 337 foot plug 39 Sacks of Type I/II Cement

Plug 3

2432 feet - 2212 feet 220 foot plug 25 Sacks of Type I/II Cement

Plug 2

2838 feet - 2618 feet 220 foot plug 25 sacks of Type I/II Cement

Plug 1

3448 feet - 3228 feet 220 foot plug 25 sacks of Type I/II Cement

Perforations

3498 feet - 3680 feet

Surface Casing

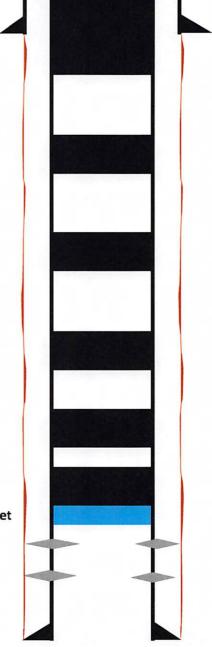
8.625" 24# @ 520ft OH: 12.25"

Formation

Rustler - 1118 feet Tansill - 1500 feet Seven Rivers - 1687 feet Grayburg - 2382 feet San Andres - 2788 feet

Retainer @ 3448 feet

Production Casing 5.5" 15.5# @ 4020 feet OH: 7.875"



District I
1625 N. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720

District II 811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720

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

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

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

CONDITIONS

Action 203643

CONDITIONS

Operator:	OGRID:
J.A. Drake Well Service Inc.	330485
607 W Pinon Farmington, NM 87401	Action Number: 203643
	Action Type: [C-103] NOI Plug & Abandon (C-103F)

CONDITIONS

Created By		Condition Date
john.harrison	None	4/21/2023