

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

NMOC
Hobbs

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

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.

5. Lease Serial No.	NMNM46153A
6. If Indian, Allottee or Tribe Name	

SUBMIT IN TRIPLICATE - Other instructions on page 2.

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		7. If Unit of CA/Agreement, Name and/or No.
2. Name of Operator Cano Petro of New Mexico, Inc.		8. Well Name and No. Miller Federal #2 ✓
3a. Address P.O. Box 4470, Tulsa, Ok 74159-0470	3b. Phone No. (include area code) (918) 582-0088	9. API Well No. 30-005-20613 ✓
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Unit Ltr: I 1980' FEL & 660' FEL Sec 33-T7S-R31E ✓		10. Field and Pool or Exploratory Area Tom Tom San Andres
		11. Country or Parish, State Chaves County, New Mexico

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12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input checked="" type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other <u>Alternate Offsite</u> Oil Storage
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.)

When Cano Petro of New Mexico, Inc. returns this well to production we would like to lay a flowline from this well using 3" SDR 7 Poly Pipe. This flowline will leave the location and follow existing roadway from the well to a Centralized Tank Battery located off the lease in the general vicinity of the Oalson "A" Federal #2 on Federal lease NMNM1505A (API No.:30-005-20617). See map attached for general flowline path. The line will be constructed using standard best practices for this type of line and will be hydrostatically tested before being placed into service.

This line will commence at the wellhead and follow a path heading WSW across the location and existing roadway for about 110' to the main lease/ranch roadway heading North/South. At this point the line will turn Southwardly about 1260' along the edge of this existing roadway. Then turn slightly SSW for about 200' following the existing roadway. Then the flowline will turn West and follow existing roadways for about 2650' into the new consolidated Tank Battery for the Oakson Federal, Oakson "A" Federal, Oakson "B" Federal, Miller Federal and Miller 33 Federal leases. This consolidate Tank Battery is being proposed under separate Sundry notice for each lease and will be constructed so that there is no possible commingling of oil production (which will be measured and stored separately). However, produced water will be commingled for ease of disposal.

Each well on the lease will eventually be equipped with connections so that an accurate as possible well test can be preformed at each well on the given lease. As other wells are brought back into production they will tie into this flowline to minimize the footprint of this disturbance.

14. I hereby certify that the foregoing is true and correct.	
Name (Printed/Typed) David P. Spencer	Title Senior Oil & Gas Engineer
Signature <i>David P. Spencer</i>	Date 11/2/2014

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by <i>/s/ Robert Hoskinson</i>	Date 11/8/14
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Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)

MDS/ocd 11/20/2014

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Roswell Field Office