

Submit 3 Copies To Appropriate District
Office
District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S St Francis Dr., Santa Fe, NM
87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
June 19, 2008

RECEIVED
CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505
APR 27 2009
HOBBSON

WELL API NO 30-005-27964
5 Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6 State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name CATO SAN ANDRES UNIT
8. Well Number 532
9 OGRID Number 248802
10. Pool name or Wildcat CATO; SAN ANDRES
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 4139

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 <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other	
2. Name of Operator CANO PETRO OF NEW MEXICO, INC.	
3 Address of Operator 801 CHERRY STR, UNIT 25 SUITE 3200 FT WORTH TX 76102	
4. Well Location Unit Letter L 2545 feet from the S line and 1277 feet from the W line Section 11 Township 08S Range 30E NMPM 27 County CHAVES	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 4139	

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input checked="" type="checkbox"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input checked="" type="checkbox"/>	
DOWNHOLE COMMINGLE <input type="checkbox"/>			
OTHER: <input type="checkbox"/>		OTHER <input type="checkbox"/>	

13 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 recompletion.

Work Over:

12-28-08 Rig up & Begins drilling 12 1/4 hole to 520 set 520' 8 5/8" & cement w/ 350 sx class C
WOC 8hrs & Install BOP, Test & begin drilling w/ 7 7/8" bit

1-3-08 TD 4052 TOOH & Log

1-4-08 Run 103 jts 5.5" 15 5# set @ 4048 cement with 700 5 sx cement

Completion:

1-9-08 Perf & Run cased hole logs 3492-3504, 3566-70, 3578-98

1-10-08 Acidize 15,000 gal 15%

1-11-08 Swab test

1-15-08 Acidize 15,000 gal 28%

1-16-08 Run 116 jts 2 7/8 set @ 3773' Ran rods/pump

1-17-08 Set Pumping unit

Spud Date:

12-28-07

Rig Release Date

1-5-08

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

SIGNATURE Collin Strawn TITLE Engineer DATE 4-14-09

Type or print name Collin Strawn E-mail address. PHONE: 817-698-0900

For State Use Only

APPROVED BY. [Signature] TITLE PETROLEUM ENGINEER DATE SEP 09 2009
Conditions of Approval (if any).