

\*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  
**RECEIVED**  
**APR 27 2009**  
**HOBBSOCD**  
 OIL CONSERVATION DIVISION  
 1220 South St. Francis Dr.  
 Santa Fe, NM 87505

Form C-103  
 June 19, 2008

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| WELL AP NO.<br>30-05-27971   |
| 5 Indicate Type of Lease<br>STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/> |
| 6. State Oil & Gas Lease No  |
| 7 Lease Name or Unit Agreement Name<br>CATO SAN ANDRES UNIT  |
| 8 Well Number 504  |
| 9 OGRID Number 248802  |
| 10 Pool name or Wildcat<br>CATO; SAN ANDRES  |
| 11 Elevation (Show whether DR, RKB, RT, GR, etc.)<br>4108  |

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  Gas Well  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 M 20 feet from the S line and 20 feet from the W line  
 Section 2 Township 08S Range 30E NMPM 27 County CHAVES

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

|  |   |
|--|---|
| <b>NOTICE OF INTENTION TO:</b><br>PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/><br>TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/><br>PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/><br>DOWNHOLE COMMINGLE <input type="checkbox"/><br>OTHER <input type="checkbox"/> | <b>SUBSEQUENT REPORT OF:</b><br>REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/><br>COMMENCE DRILLING OPNS. <input checked="" type="checkbox"/> P AND A <input type="checkbox"/><br>CASING/CEMENT JOB <input checked="" type="checkbox"/><br>OTHER: Perforate, acidize, run tubing rods and pump <input checked="" 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

- 1/29/2008: Spud well w/ 12-1/4" bit and drilled to 527'. Ran 12 jts 8-5/8" 24# J-55 csg to 527 and cemented w/ 350 sx class C. WOC 8 hours.
- 1/30-2/2/2008: Install BOP and drilled 7-7/8" hole from 527' to TD (3860'). Ran open hole logs on 2/2/2008.
- 2/3/2008: Ran 5-1/2" 17# J-55 csg from surface to TD and cemented w/ 800 sx 65/35 Pozmix. WOC 24 hours.
- 2/5/2008: Ran cased hole gamma ray/ cement bond log.
- 2/7/2008: Perforated at 2 spf: P1 3344-3368'; P2 3410-3430'; P3 3490-3504'; P5 3712-3762'
- 2/13/2008: RIH w/ tubing and swabbed 21 BF (15% oil)
- 2/14/2008: Acid frac'd all open zones w/ total 15,000 gal 15% HCl @ 30 BPM
- 2/15/2008: RIH w/ 3800' 2-7/8" tubing, rods and 2.5" x 2.0" x 16' pump. Spaced out and hung on.

Spud Date 1/29/2008 Rig Release Date 2/3/2008

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): \_\_\_\_\_