

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

<b>RECEIVED</b> <b>MAY 12 2009</b> <b>HOBBS</b>		WELL API NO 30-005-29031	
OIL CONSERVATION DIVISION 220 South St. Francis Dr. Santa Fe, NM 87505		5 Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>	
		6 State Oil & Gas Lease No.	
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)		7 Lease Name or Unit Agreement Name CATO SAN ANDRES UNIT	
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		8 Well Number 854	
2 Name of Operator CANO PETRO OF NEW MEXICO, INC.		9 OGRID Number 248802	
3 Address of Operator 801 CHERRY STR, UNIT 25 SUITE 3200 FT WORTH TX 76102		10. Pool name or Wildcat Cato; San Andres	
4 Well Location Unit Letter <u>O</u> : <u>660</u> feet from the <u>South</u> line and <u>1924</u> feet from the <u>East</u> line Section <u>11</u> Township <u>8S</u> Range <u>30E</u> NMPM County <u>Chaves</u>			
		11. Elevation (Show whether DR, RKB, RT, GR, etc.) 4128 (GL)	

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

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐  
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐  
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐  
DOWNHOLE COMMINGLE ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐  
COMMENCE DRILLING OPNS. ☒ P AND A ☐  
CASING/CEMENT JOB ☒

OTHER: ☐

OTHER perforate, stimulate, and begin injection ☒

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.

10/22/2008: Spudded 12-1/4" hole and drilled to 1200'. Ran 1200' 8-5/8" 24# csg.  
Cemented w/ 500 sx class C. WOC 8 hours.  
10/24 - 10/28/2008: Nipped up BOP and drilled 7-7/8" hole from 1200' to 4030' (TD).  
10/29/2008: Ran open-hole logs and ran 5-1/2" J-55 csg from surface to TD. Cemented  
w/ 775 sx class C. WOC 24 hours.  
11/6/2008: Ran cased-hole logs and perforated San Andres @ 4 spf: 3486-3529',  
3558-3588', and 3652-3675'  
11/12/2008: Acidized San Andres w/ 6,500 gal 28% HCl @ 4 BPM  
11/17/2008: RIH w/ packer and 2-3/8" seal tite tubing. Set packer @ 3390'  
11/20/2008: Loaded backside w/ fresh water and performed MIT. MIT passed.

Spud Date:

10/22/2008

Rig Release Date

10/30/2008

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 5/1/09

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):