

**DENIED**

SEE ATTACHED

District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
1301 W. Grand Avenue, 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 & Natural Resources

Oil Conservation Division  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

Form C-104  
Revised Feb. 26, 2007

RECEIVED

SEP 29 2009

HOBBSOCD

Submit to Appropriate District Office  
5 Copies

☐ AMENDED REPORT

I. REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT

<sup>1</sup> Operator name and Address Cano Petro of New Mexico, Inc. 801 Cherry Street Unit 25 Suite 3200 Fort Worth, Texas 76102		<sup>2</sup> OGRID Number 248802
		<sup>3</sup> Reason for Filing Code/ Effective Date New Drill
<sup>4</sup> API Number 30-05-29027	<sup>5</sup> Pool Name Cato San Andres	<sup>6</sup> Pool Code 10540
<sup>7</sup> Property Code 303560	<sup>8</sup> Property Name Cato San Andres Unit	<sup>9</sup> Well Number 588

II. <sup>10</sup> Surface Location

Ul or lot no. H	Section 14	Township 08S	Range 30E	Lot Idn H	Feet from the 2471	North/South line North Line	Feet from the 1293	East/West line East Line	County Chaves
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<sup>11</sup> Bottom Hole Location

UL or lot no. H	Section 14	Township 08S	Range 30E	Lot Idn H	Feet from the 2471	North/South line North Line	Feet from the 1293	East/West line East Line	County Chaves
<sup>12</sup> Lse Code P	<sup>13</sup> Producing Method Code P	<sup>14</sup> Gas Connection Date 5/3/08	<sup>15</sup> C-129 Permit Number	<sup>16</sup> C-129 Effective Date	<sup>17</sup> C-129 Expiration Date				

III. Oil and Gas Transporters

<sup>18</sup> Transporter OGRID	<sup>19</sup> Transporter Name and Address	<sup>20</sup> O/G/W
034053	Plains Marketing L.P. PO Box 4648 Houston, TX 77210	Oil
159160	Versado Gas Processor, LLC 1000 Louisiana St. Suite 4300 Houston, TX 77007	Gas

IV. Well Completion Data

<sup>21</sup> Spud Date 7/10/08	<sup>22</sup> Ready Date 8/30/08	<sup>23</sup> TD 4050'	<sup>24</sup> PBTB 3740	<sup>25</sup> Perforations 3492-3538	<sup>26</sup> DHC, MC
<sup>27</sup> Hole Size 12 1/4"	<sup>28</sup> Casing & Tubing Size 8 5/8"	<sup>29</sup> Depth Set 1080'	<sup>30</sup> Sacks Cement 700sx		
7 7/8"	5 1/2"	4050'	1200sx		
	No Tubing	NA			
C-105 has Tubing @ 3950'		but CIBP @ 3740'			

V. Well Test Data

<sup>31</sup> Date New Oil 10/1/08	<sup>32</sup> Gas Delivery Date	<sup>33</sup> Test Date 10/1/08	<sup>34</sup> Test Length 24hrs	<sup>35</sup> Tbg. Pressure	<sup>36</sup> Csg. Pressure
<sup>37</sup> Choke Size	<sup>38</sup> Oil 15	<sup>39</sup> Water 240	<sup>40</sup> Gas 6	<sup>41</sup> Test Method Pumping	
<sup>42</sup> I hereby certify that the rules of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief. Signature: <i>Shana McNeal</i>			OIL CONSERVATION DIVISION		
Printed name: Shana McNeal			Approved by: <i>dm</i>		
Title: Production Assistant I			Title: <b>Denied</b>		
E-mail Address: shana@canopetro.com			Approval Date: <i>SEE ATTACHED</i>		
Date: 09/21/09			Phone: 817-698-0090		
LIST OF MISSING ITEMS REQUIRED					

HOBBS, ARTESIA, AZTEC, SANTA FE NMOCD DISTRICT OFFICE

C-104 DENIAL NOTICE

9/29/09 (Date of Denial) Donna Mull (Contact person) 575-393 0161 Ex 115 (Phone)

Operator Cato Petro of New Mexico Inc OGRID 248802

Well Name Cato San Andres Unit #588 API Number 30-005-29027

Pool Code 10540

Your recent form C-104 for the above well is hereby rejected for the following reason(s):

C-103 Subsequent Report with complete casing and cement data not received, complete

C-103 Subsequent Report with Completion Report not received

C-105 not received or incomplete ? on tubing & CIBP

C-101 and C-102 not in agreement as to completion information

Logs not received

Part 5.9 violations (Specifically \_\_\_\_\_)

Directional/Deviation Survey required

C-102 that shows the results of the Directional Drill Survey and resulting bottom hole location

NSL/NSP not approved

C-104 omitted information

Section I information (name, address, OGRID, etc.)

Section II information (surface location)

Section IV information (well completion data)

☐ Spud date

☐ Ready date

☐ TD

☒ PBTD

☒ Perfs

☒ Hole size, casing/tubing size, depth set, sacks cement

Section V information (well test data)

☐ Box Number \_\_\_\_\_

Signature \_\_\_\_\_ Printed Name and Title \_\_\_\_\_ E-mail Address \_\_\_\_\_ Date \_\_\_\_\_ Phone \_\_\_\_\_

Other \_\_\_\_\_

The well completion identified above has **not** been granted an allowable to produce. This well completion **shall not** be produced until the New Mexico Oil Conservation Division issues an approved C-104. This will **not** take place until all of the items noted above are addressed to the NMOCD's satisfaction.