

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 NOV 23 2009 HOBBSD		WELL API NO. 30-005-29051	
CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505		5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" 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		8. Well Number 557y	
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>164</u> feet from the <u>S</u> line and <u>1416</u> feet from the <u>E</u> line Section <u>10</u> Township <u>08S</u> Range <u>30E</u> NMPM <u>27</u> County <u>CHAVES</u>			
		11. Elevation (Show whether DR, RKB, RT, GR, etc.) 4109'	

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 completion and stimulation ☒

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.

9/7/08: Drilling 12-1/4" hole to 315'. 9/8/08: Continue drilling to 1218'. 9/9/08: Continue drilling to 1240', then ran 8-5/8" 24# csg from surface to 1240'. Cemented to surface w/ 700 sx C and WOC. 9/10/08: Installed BOP and drilled 7-7/8" hole to 2556'. 9/11/08: Continued drilling down to 3130'. 9/12/08: Continued drilling to 3462'. 9/13/08: Continued drilling to 3870'. 9/14/08: Reached TD @ 4022'. Ran open-hole logs. 9/15/08: Ran 5-1/2" casing from surface to TD and cemented w/ 1200 sx 65/35 Pozmix and C. WOC and released rig. 9/20/08: Ran cased-hole logs and perforated San Andres @ 1 spf: 3400-3441', 3473-3492', 3560-3572'. 9/22/08: Acidized San Andres w/ 8,000 gal 28% HCl. 9/25/08: RIH w/ 3583' 2-7/8" tubing and rods and 2" insert pump and hung on.

Spud Date:

9/7/08

Rig Release Date:

9/15/08

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 11/19/09
Type or print name Collin Strawn E-mail address: _____ PHONE: 817-698-0900
For State Use Only

APPROVED BY: [Signature] TITLE PETROLEUM ENGINEER DATE DEC 03 2009
Conditions of Approval (if any): _____