

District I  
1625 N French Dr., Hobbs, NM 88240  
District II  
1301 W Grand Ave., Artesia, NM 88201  
District III  
1000 Rio Brazos Rd., Aztec, NM 87410  
District IV  
1220 S St Francis Dr., Santa Fe, NM 87505

**RECEIVED**  
**FEB 23 2010**  
**HOBBS**

CONSERVATION DIVISION  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

<b>SUNDRY NOTICES AND REPORTS ON WELLS</b> (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)		WELL API NO. 30-005-10566 ✓
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
2. Name of Operator CANO PETRO OF NEW MEXICO, INC.		6. State Oil & Gas Lease No.
3. Address of Operator 801 CHERRY STR, UNIT 25 SUITE 3200 FT WORTH TX 76102		7. Lease Name or Unit Agreement Name CATO SAN ANDRES UNIT ✓
4. Well Location Unit Letter <u>B</u> : <u>660</u> feet from the <u>N</u> line and <u>1980</u> feet from the <u>E</u> line Section <u>15</u> Township <u>08S</u> Range <u>30E</u> NMPM County <u>CHAVES</u>		8. Well Number <u>76</u> ✓ 9. OGRID Number <u>248802</u> ✓
11. Elevation (Show whether DR, RKB, RT, GR, etc.)		10. Pool name or Wildcat CATO, SAN ANDRES ✓

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

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

MIRU pulling unit. Pull rods, pump, and tubing.  
 TIH w/ 3-3/4" cone bit and clean out to bottom of San Andres  
 Run 3-1/2" 9.3# J-55 flush jt liner from surface to TD.  
 Cement w/ 150 sx 50/50 Poz and 150 sx class C. Circulate cement and WOC.  
 Run cased-hole logs  
 Perforate San Andres  
 Acidize San Andres w/ 28% HCl and rock salt for diverter  
 RIH w/ 2-1/16" seal tite tubing and packer. Set packer within 100' of top perf.  
 Load backside w/ fresh water and performed MIT with OCD representative on location.

Spud Date:

12/04/66

Rig Release Date:

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 2/22/10

Type or print name Collin Strawn

E-mail address:

PHONE: 817-698-0900

For State Use Only

APPROVED BY:

*[Signature]*

TITLE

*Staff Manager*

DATE

2-24-10

Conditions of Approval (if any):

**Condition of Approval:** Approval to recomplate and  
 Test each zone for injection, but cannot inject into  
 wellbore until OCD Santa Fe approves injection order.