

New Mexico Oil Conservation Division, District I

1625 N. French Drive

Hobbs, NM 88240

UNITED STATES

DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM APPROVED
OMB No 1004-0137
Expires July 31, 2010Form 3160-3
(August 2007)

RECEIVED

MAR 18 2010

HOBBSON

HOBBSON DRY NOTICES AND REPORTS ON WELLS
Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE - Other instructions on page 2.

1 Type of Well

☒ Oil Well ☐ Gas Well ☐ Other

2. Name of Operator

CANO PETRO OF NEW MEXICO, INC.

3a. Address

801 CHERRY STR UNIT 25 SUITE3200 FORT WORTH TEXAS 76102

3b Phone No (include area code)

817-698-0900 ext 153

4 Location of Well (Footage, Sec., T, R., M., or Survey Description)

C-33-7S-31E 660 FNL & 1980 FWL

5 Lease Serial No.
NM-15015B

6 If Indian, Allottee or Tribe Name

7 If Unit of CA/Agreement, Name and/or No

8 Well Name and No.
OAKSON B FEDERAL 39 API Well No.
30-005-2068210 Field and Pool or Exploratory Area
TOM TOM; SAN ANDRES11 Country or Parish, State
CHAVES

12 CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other Workover
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operation Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplate horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.)

Oakson B Federal #3

7/2/09:

Finish RIH w/2-3/8" tubing to 3966'

RIH w/rods and 1.5" insert pump

Spaced out and hung well on. First day made 111 bbls of water.

Accepted For Record Only! Approval
 Subject To Returning Well To Continuous
 Production And Keeping Well On Continuous
 Production Or Plugging Well With An
 Approved Plugging Program!

14 I hereby certify that the foregoing is true and correct Name (Printed/Typed)

Cindy Chavez

Title Regulatory Coordinator

Signature

Date 07/06/2009

ACCEPTED FOR RECORD THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

/S/ DAVID R. GLASS

PETROLEUM ENGINEER

Title

Date

MAR 19 2010

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Office

ROSWELL FIELD OFFICE

Title 18 U.S.C. Section 1001 and Title 49 U.S.C. Section 1212 make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)