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New Mexico Oil Conservation Division, District I
1625 N. French Drive
Hobbs, NM 88240

Form 3160-5
(April 2004)

JUN 28 2010

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM APPROVED
OMB No. 1004-0137
Expires March 31, 2007**HOBBSOCD****SUNDRY 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 reverse side.1. Type of Well
☐ Oil Well ☐ Gas Well ☒ Other Water injection well2. Name of Operator
Cano Petro of New Mexico, Inc.3a. Address
801 Cherry St., Suite 3200, Fort Worth, TX 761023b. Phone No. (include area code)
817-698-09004. Location of Well (Footage, Sec, T, R., M., or Survey Description)
710' FSL & 1980' FEL, Section 2, T08S, R30E

5. Lease Serial No

NMNM82050X

6. If Indian, Allottee or Tribe Name
NA7. If Unit or CA/Agreement, Name and/or No.
Cato San Andres Unit8. Well Name and No.
CSAU #5079. API Well No.
30-005-2802210. Field and Pool, or Exploratory Area
Cato; San Andres11. County or Parish, State
Chaves County, NM**12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA**

| TYPE OF SUBMISSION | TYPE OF ACTION | | | |
|--|---|---|--|--|
| <input checked="" 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 type="checkbox"/> Subsequent Report | <input type="checkbox"/> Alter Casing | <input type="checkbox"/> Fracture Treat | <input type="checkbox"/> Reclamation | <input checked="" 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 Test tubing and packer for leaks |
| | <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 recompleat 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 shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

MIRU pulling unit.

Unset packer and POOH w/ tubing and packer.

Inspect packer for damage.

Test tubing as follows:

RIH w/ bull plug on the end of tubing. Run 5 stands at a time, pressure testing tubing after each 5 stands to find leak.

Replace bad tubing.

RIH w/ tubing and packer to previous depth, within 100' of top perforation.

Perform MIT. After well passes MIT, resume water injection.

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

Collin Strawn

Title Petroleum Engineer

Signature

Date

06/01/2010

ACCEPTED FOR RECORD

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

/S/ DAVID R. GLASS

Approved by

Title

Date

JUN 28 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.

OFFICIAL REPRESENTATIVE/STAFF MANAGER

Title 18 U.S.C. Section 1001 and Title 42 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)

Condition of Approval: Notify OCD Hobbs
office 24 hours prior to running MIT Test & Chart.