## Mew Mexico Oil Conservation Division, District I

1625 N. French Drive Hobbs, NM 88240

Form 3160-5 (August 2007)

UNITED STATES
DEPARTMENT OF THE INTERIOR

FORM APPROVED OMB No 1004-0137 Expires July 31, 2010

BUREAU OF LAND MANAGEMENT

5. Lease Serial No NMNM0444628

| 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. | 6 If Indian, Allottee or Tribe Name  7 If Unit of CA/Agreement, Name and/or No |  |  |
|--|--|--|--|
| SUBMIT IN TRIPLICATE – Other instructions on page 2.   |  |  |  |
| Type of Well   | Cato San Andres Unit   |  |  |
| Oil Well Gas Well Other  | 8. Well Name and No  |  |  |

| 1. Type of Well   | <del></del>                     |                                    | Cato San Andres                       | Unit                      |
|---|---------------------------------|------------------------------------|---------------------------------------|---------------------------|
| Oil Well Gas  | Well Other                      |                                    | 8. Well Name and N<br>Cato San Andres |                           |
| 2 Name of Operator<br>Cano Peto of New Mexico, Inc.               |                                 |                                    | 9 API Well No.<br>30-005-20292        | 1                         |
| 3a. Address   | -t- TV 70400                    | 3b. Phone No. (include area c      | ode) 10. Field and Pool of            | r Exploratory Area        |
| 801 Cherry Street Suite 3200 Unit 25 Fort Worth, TX 76102         |                                 | 817-698-0900                       | Cato; San Andres                      |                           |
| 4. Location of Well (Footage, Sec , T. P-14-08S-30E 660FSL 660FEL | R.,M., or Survey Description,   | i)                                 | 11. Country or Paris<br>Chaves Co, NM | sh, State                 |
| 12. CHE   | CK THE APPROPRIATE BO           | DX(ES) TO INDICATE NATUR           | RE OF NOTICE, REPORT OR OT            | HER DATA                  |
| TYPE OF SUBMISSION  |                                 | T                                  | YPE OF ACTION -                       |                           |
| ✓ Notice of Intent  | Acidize                         | Deepen                             | Production (Start/Resume)             | Water Shut-Off            |
|   | Alter Casing                    | Fracture Treat                     | Reclamation                           | Well Integrity            |
| Subsequent Report   | Casing Repair                   | New Construction                   | Recomplete                            | Other Convert to Injector |
|   | Change Plans                    | Plug and Abandon                   | Temporarily Abandon                   |                           |
| Final Abandonment Notice  | Convert to Injection            | Plug Back                          | Water Disposal                        |                           |
| 13. Describe Proposed or Completed C                              | peration: Clearly state all per | tinent details, including estimate | ed starting data of any proposed av   |                           |

13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof, the proposal is to deepen directionally or recomplete 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.)

BLM ORDER NO. 24-003-10W

MIRU pulling unit
RIH w/ 3-3/4" cone bit
Clean out well to bottom of San Andres zone (or original TD)
Run 3-1/2" 9.3# flush joint liner from surface to TD
Circulate w/ 200 sx C cement. WOC
Perforate San Andres @ 1 spf
Acidize San Andres w/ 15% HCl at 2 bpm and flush to top perf
RIH w/ 2-1/16" Seal Tite tubing. Set packer within 100' of top perf
Load backside and perform mechanical integrity test

JUL 0 8 2010

HOBBSOCD

Accepted For Record Only For Period Ending SEP 28 2010! Approval Subject To Approval By NMOCD!

| R-9029 4  14 I hereby certify that the foregoing is true and correct Name (Printed)  |  |  |
|--|--|--|
| Collin Strawn  | Title Engineer   |  |
| Signature Colli Jan  | Date 06/14/2010  | M 1-58 YEAR BOOK WARREN                    |
| Approved by  | FOR FEDERAL OR STATE OFFICE USE                                  |  |
| /\$/ DAVID R. GLAS   | SSEE 7-12-10   | Date 1 2 2010                              |
| Conditions of approval, if any life attached Appropriate of this notice does it that the applicant holds legal or equitable title to those rights in the subject entitle the applicant to conduct operations thereon |  |  |
| Title 18 U.S.C. Section 100 pard 151 3 BEAS Section 1212, make it a confictitious or fraudulent statements of matter with  | crime for any person knowingly and willfully to make to any depa | artment or agency of the United States any |