

RECEIVED APR 16 2010 HOBBSD OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505		WELL API NO. 30-005-21164
		5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
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.)		6. State Oil & Gas Lease No.
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		7. Lease Name or Unit Agreement Name Crosby CATO SAN ANDRES UNIT
2. Name of Operator CANO PETRO OF NEW MEXICO, INC.		8. Well Number 328
3. Address of Operator 801 CHERRY STR, UNIT 25 SUITE 3200 FT WORTH TX 76102		9. OGRID Number 248802
4. Well Location Unit Letter M : 1298 feet from the South line and 1306 feet from the West line Section 9 Township 08S Range 30E NMPM County Chaves		10. Pool name or Wildcat Cato (San Andres)
11. Elevation (Show whether DR, RKB, RT, GR, etc.) GL 4058'		

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: ☐

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.

4/19/2010

AMENDED 4/12/2010

MIRU pulling unit

Pull rods and tubing

RIH w/ CIBP and set @ 2080'. Load casing and run cement bond log

Perforate Queen formation @ 1 spf: 2024-2040'

RIH w/ 2-7/8" tubing and set packer @ 1950'

Acidize Queen formation with 1,000 gal 7% HCl

Swab back load

We will meter production from this well separately from the Cato San Andres Unit.

Spud Date:

4/14/00

Rig Release Date:

4/16/00

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 4/12/10
 Type or print name Collin Strawn E-mail address: _____ PHONE: 817-698-0900
For State Use Only

APPROVED BY: [Signature] TITLE PETROLEUM ENGINEER DATE AUG 03 2010
 Conditions of Approval (if any): _____