

Submit 3 Copies To Appropriate District
Office
District I
1625 N French Dr., Hobbs, NM 88249
District II
1301 W Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87404
District IV
1220 S St Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources
RECEIVED
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505
AUG 02 2010
HOBBS

Form C-103
June 19, 2008

WELL API NO. 30-005-28022 /
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name CATO SAN ANDRES UNIT /
8. Well Number 507 /
9. OGRID Number 248802 /
10. Pool name or Wildcat CATO; SAN ANDRES

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)	
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/> <i>inj</i>	
2. Name of Operator CANO PETRO OF NEW MEXICO, INC. /	
3. Address of Operator 801 CHERRY STR, UNIT 25 SUITE 3200 FT WORTH TX 76102	
4. Well Location Unit Letter <u>0</u> : <u>710</u> feet from the <u>S</u> line and <u>1980</u> feet from the <u>E</u> line Section <u>2</u> Township <u>08S</u> Range <u>30E</u> NMPM <u>27</u> County <u>CHAVES</u>	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 4145	

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 ☐

OTHER ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☐
CASING/CEMENT JOB ☐

OTHER ☒ fix tubing leak

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.

work performed 6/17/2010 - 6/21/2010
current perms: 3442-3458', 3486-3550', 3562-3598'
MIRU pulling unit
Unset packer and POOH w/ 2-3/8" lined tubing and packer
Found hole in tubing on bottom joint of tubing
Replaced that joint and RBIH w/ 2-3/8" lined tubing and packer Set packer @ 3361'
Loaded backside with fresh water and packer fluid
Performed mechanical integrity test, and it passed. (documentation enclosed)
Resumed water injection

Spud Date:

2/21/2008

Rig Release Date:

2/26/2008

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 07/29/2010

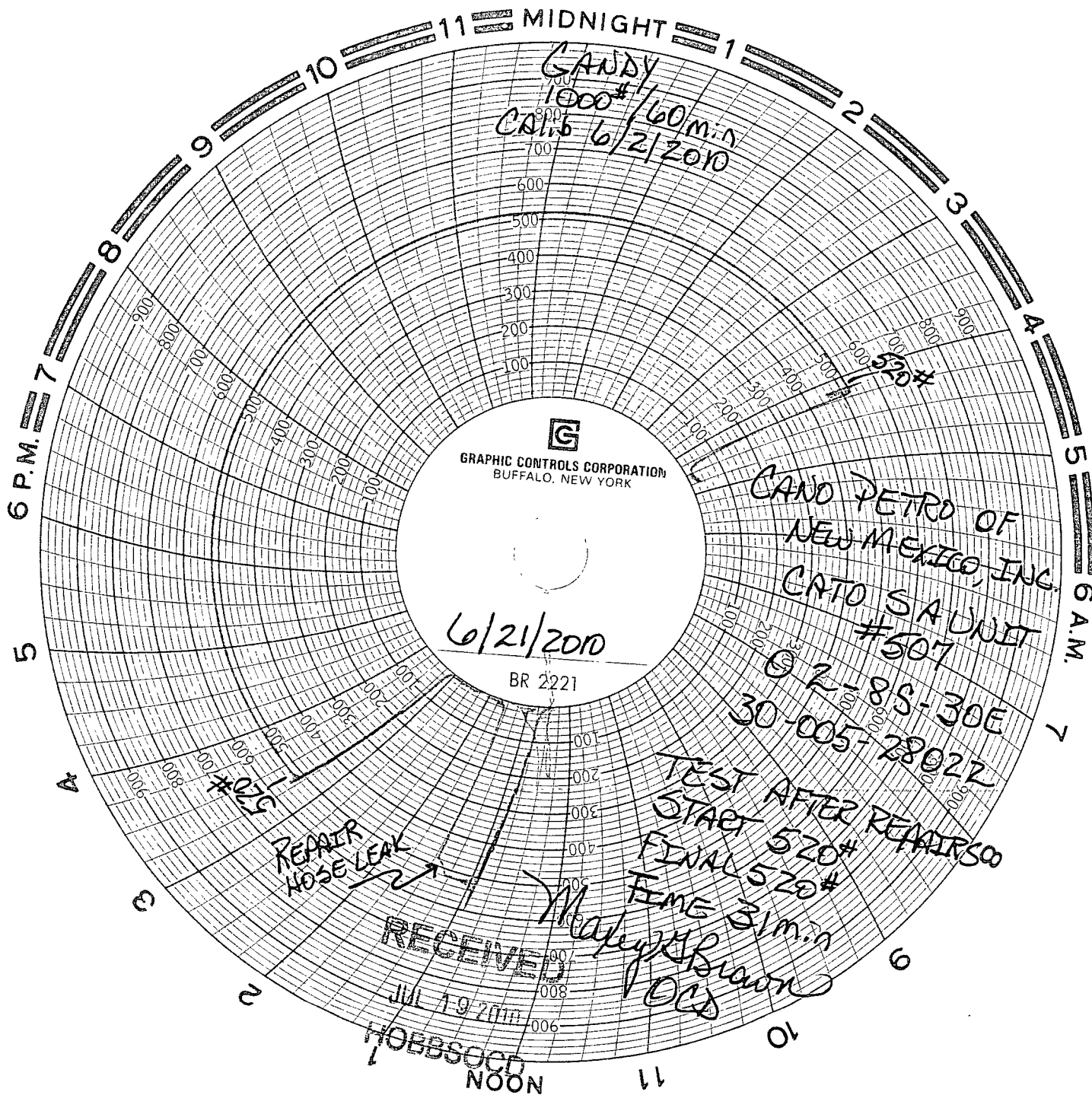
Type or print name Collin Strawn E-mail address: _____ PHONE: 817-698-0900

For State Use Only

APPROVED BY: [Signature] TITLE STAFF MGR DATE 8-4-10

Conditions of Approval (if any):

7m.



GANDY
1000#/60 min
CATO 6/2/2010

GRAPHIC CONTROLS CORPORATION
BUFFALO, NEW YORK

6/21/2010

BR 2221

CAND PETRO OF
NEW MEXICO, INC.
CATO SA UNIT
#507

2-8S-30E
30-005-28022

TEST AFTER REPAIRS
START 520#
FINAL 520#
TIME 31 min
Hobbs
OC

REPAIR
HOSE LEAK

RECEIVED

JUL 19 2010

HOBBSOCD
NOON