

Submit 3 Copies To Appropriate District
Office
District I
1625 N French Dr, Hobbs, NM 88240
District II
1301 W Grand Ave, Artesia, NM 88202
District III
1000 Rio Brazos Rd, Aztec, NM 87410
District IV
1220 S St Francis Dr, Santa Fe, NM
87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
June 19, 2008

RECEIVED AUG 02 2010 HOBBS CO		WELL API NO. 30-005-29031 ✓	
CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input 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"/> <i>Inj</i>		7. Lease Name or Unit Agreement Name CATO SAN ANDRES UNIT ✓	
2. Name of Operator CANO PETRO OF NEW MEXICO, INC. ✓		8. Well Number 854 ✓	
3. Address of Operator 801 CHERRY STR, UNIT 25 SUITE 3200 FT WORTH TX 76102		9. OGRID Number 248802 ✓	
4. Well Location Unit Letter <u>O</u> : <u>660</u> feet from the <u>South</u> line and <u>1924</u> feet from the <u>East</u> line Section <u>11</u> Township <u>8S</u> Range <u>30E</u> NMPM County <u>Chaves</u> ✓		10. Pool name or Wildcat Cato; San Andres	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 4128 (GL)			

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>	
DOWNHOLE COMMINGLE <input type="checkbox"/>			
OTHER <input type="checkbox"/>		OTHER: <u>fix tubing leak</u> <input checked="" type="checkbox"/>	

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.

performed work 6/10/2010 - 6/14/2010
current perfs 3486-3529', 3558-3588', 3652-3675'
MIRU pulling unit
Unset packer and POOH w/ 2-3/8" lined tubing and packer
Found hole in tubing on bottom two joints of tubing
Replaced those joints and RBIH w/ 2-3/8" lined tubing and packer Set packer @ 3390'
Loaded backside with fresh water and packer fluid.
Performed mechanical integrity test, and it passed (documentation enclosed) ✓
Resumed water injection

Spud Date:

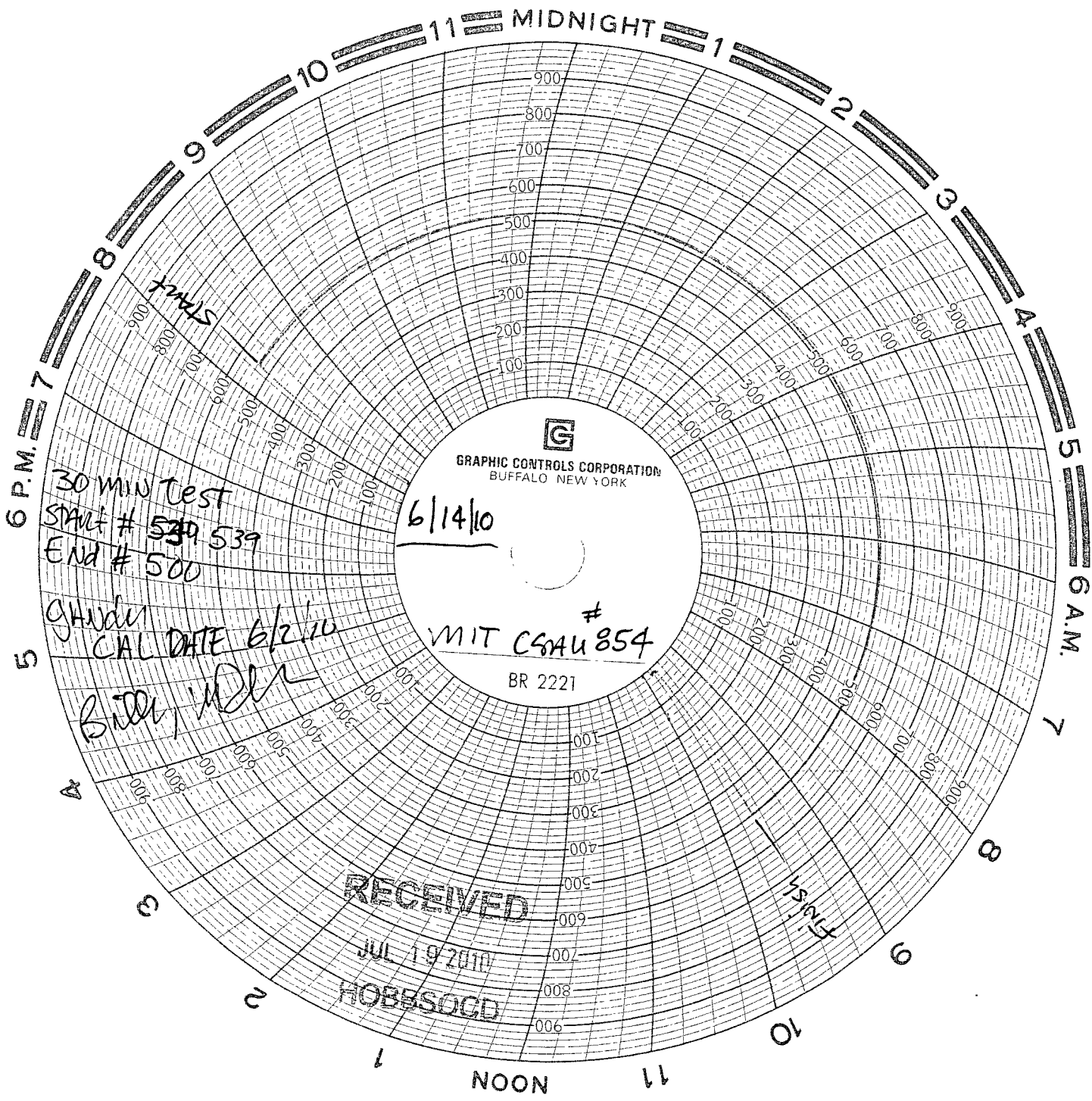
10/22/2008

Rig Release Date:

10/30/2008

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Celia Strawn TITLE Engineer DATE 7/29/2010
Type or print name Celia Strawn E-mail address: cindy@canopetro.com PHONE: 817-698-0900
For State Use Only
APPROVED BY: [Signature] TITLE STATE MGR DATE 8-4-10
Conditions of Approval (if any):



G
GRAPHIC CONTROLS CORPORATION
BUFFALO, NEW YORK

6/14/10

MIT C84U 854

BR 2221

30 MIN Test
Start # 539 539
End # 500

GHV
CAL DATE 6/2/10

Bill, MDR

RECEIVED

JUL 19 2010

HOBBSON