

UNITED STATES BANKRUPTCY COURT
NORTHERN DISTRICT OF TEXAS

PROOF OF CLAIM

EQUITY HOLDER

POC ID: 125

Indicate Debtor against which you assert a claim by checking the appropriate box. (Check only one Debtor per claim form.)

- Cano Petroleum, Inc. (Case No. 12-31549)
- Cano Petro of New Mexico (Case No. 12-31550)
- Ladder Companies, Inc. (Case No. 12-31551)
- Square One Energy, Inc. (Case No. 12-31552)
- Tri-Flow, Inc. (Case No. 12-31553)
- W.O. Energy of Nevada, Inc (Case No. 12-31554)
- W.O. Operating Company, Ltd. (Case No. 12-31556)
- W.O. Production Company, Ltd. (Case No. 12-31557)
- WO Energy, Inc. (Case No. 12-31555)

NOTE: Do not use this form to make a claim for an administrative expense that arises after the bankruptcy filing. You may file a request for payment of an administrative expense according to 11 U.S.C. § 503.

Name of Creditor (the person or other entity to whom the debtor owes money or property):

Name and address where notices should be sent:

 29747778000125
SHARON DOHERTY & FLOYD E DOHERTY JT TEN
720 WARWICK DR
PLANO, TX 75023-6807

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APR 13 2012

BMC GROUP

If you have already filed a proof of claim with the Bankruptcy Court or BMC, you do not need to file again.

THIS SPACE IS FOR COURT USE ONLY

Creditor Telephone Number () email:

Name and address where payment should be sent (if different from above):

SAME

Check box if you are aware that anyone else has filed a proof of claim relating to your claim. Attach copy of statement giving particulars.

Check this box to indicate that this claim amends a previously filed claim.

Court Claim Number (if known):

Filed on:

Payment Telephone Number ⁹⁷⁸ 424-7170 email: SDOHERTY@TX.RP.COM

1. AMOUNT OF CLAIM AS OF DATE CASE FILED \$ @TX.RP.COM \$1,000.00

If all or part of your claim is secured, complete item 4.
If all or part of your claim is entitled to priority, complete item 5.

Check this box if claim includes interest or other charges in addition to the principal amount of claim. Attach itemized statement of interest or charges.

2. BASIS FOR CLAIM:
(See instruction #2)

3. LAST FOUR DIGITS OF ANY NUMBER BY WHICH CREDITOR IDENTIFIES DEBTOR:

8845

3a. Debtor may have scheduled account as:

NA

(See instruction #3a)

3b. Uniform Claim Identifier (optional):

(See instruction #3b)

4. SECURED CLAIM: (See instruction #4)

Check the appropriate box if your claim is secured by a lien on property or a right of set off, attach required redacted documents, and provide the requested information.

Amount of arrearage and other charges, as of time case filed, included in secured claim, if any: \$

Nature of property or right of setoff:
Describe:

Basis for Perfection:

Real Estate Motor Vehicle Other

Amount of Secured Claim: \$

Value of Property: \$

Amount Unsecured: \$

Annual Interest Rate: % Fixed or Variable
(when case was filed)

5. Amount of Claim Entitled to Priority under 11 U.S.C. § 507(a). If any part of the claim falls into one of the following categories, check the box specifying the priority and state the amount.

Amount entitled to priority: \$

You MUST specify the priority of the claim:

- Domestic support obligations under 11 U.S.C. § 507(a)(1)(A) or (a)(1)(B).
- Taxes or penalties owed to governmental units - 11 U.S.C. § 507(a)(8).
- Up to \$2,600* of deposits toward purchase, lease, or rental of property or services for personal, family, or household use - 11 U.S.C. § 507(a)(7).
- Contributions to an employee benefit plan - 11 U.S.C. § 507(a)(5).
- Wages, salaries, or commissions (up to \$11,725*), earned within 180 days before filing of the bankruptcy petition or cessation of the debtor's business, whichever is earlier - 11 U.S.C. § 507(a)(4).
- Other - Specify applicable paragraph of 11 U.S.C. § 507(a) ().

* Amounts are subject to adjustment on 4/1/13 and every 3 years thereafter with respect to cases commenced on or after the date of adjustment.

CANO PETROLEUM



00040

6. CREDITS: The amount of all payments on this claim has been credited for the purpose of making this proof of claim. (See instruction #6)

7. DOCUMENTS: *Attached are redacted copies of documents that support the claim*, such as promissory notes, purchase orders, invoices, itemized statements of running accounts, contracts, judgments, mortgages, and security agreements. If the claim is secured, box 4 has been completed, and redacted copies of documents providing evidence of perfection of a security interest are attached. (See instruction #7, and definition of "redacted").
DO NOT SEND ORIGINAL DOCUMENTS. ATTACHED DOCUMENTS MAY BE DESTROYED AFTER SCANNING.
If the documents are not available, please explain:

DATE-STAMPED COPY To receive an acknowledgment of the filing of your claim, enclose a stamped, self-addressed envelope and copy of this proof of claim.
The original of this completed proof of claim form must be sent by mail or hand delivered (FAXES NOT ACCEPTED) so that it is actually received on or before 5:00 pm, prevailing Central Time on May 7, 2012 for All Entities and Persons including Governmental Units.

BY MAIL TO:
BMC Group, Inc.
Attn: Cano Petroleum, Inc. Claims Processing
PO Box 3020
Chanhassen, MN 55317-3020

BY MESSENGER OR OVERNIGHT DELIVERY TO:
BMC Group, Inc.
Attn: Cano Petroleum, Inc. Claims Processing
18675 Lake Drive East
Chanhassen, MN 55317

***You are encouraged to E-File your proof of claim directly by logging onto <http://www.bmcgroup.com/Cano/ClaimFiling>**

8. SIGNATURE: (See instruction #8)

Check the appropriate box.

I am the creditor. I am the creditor's authorized agent.
(Attach copy of power of attorney, if any.) I am the trustee, or the debtor,
or their authorized agent. I am a guarantor, surety, indorser, or other codebtor.
(See Bankruptcy Rule 3004.) (See Bankruptcy Rule 3005.)

I declare under penalty of perjury that the information provided in this claim is true and correct to the best of my knowledge, information, and reasonable belief.

Print Name: SHARON DOHERTY
Title: _____
Company: _____

Sharon Doherty 4-9-2012
(Signature) (Date)

Address and telephone number (if different from notice address above):

Telephone number: _____ email: _____

Penalty for presenting fraudulent claim: Fine of up to \$500,000 or imprisonment for up to 5 years, or both. 18 U.S.C. §§ 152 and 3571.

NOT VALID UNLESS COUNTERSIGNED BY TRANSFER AGENT.
INCORPORATED UNDER THE LAWS OF THE STATE OF DELAWARE

NUMBER



CANO PETROLEUM, INC.

AUTHORIZED COMMON STOCK: 50,000,000 SHARES
PAR VALUE: \$.0001

SHARES



CUSIP NO. 137801 10 6

THIS CERTIFIES THAT

SHARON DOHERTY &
FLOYD E DOHERTY JT TEN

IS THE RECORD HOLDER OF

ONE HUNDRED SIXTY FIVE

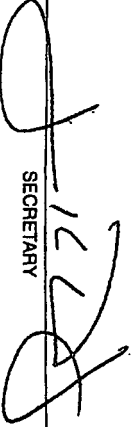
Shares of CANO PETROLEUM, INC. Common Stock

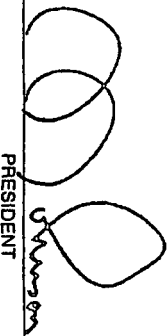
transferable on the books of the Corporation in person or by duly authorized attorney upon surrender of this Certificate properly endorsed. This Certificate is not valid until countersigned by the Transfer Agent and registered by the Registrar.

Witness the facsimile seal of the Corporation and the facsimile signatures of its duly authorized officers.

Dated: JULY 2, 2007




SECRETARY


PRESIDENT

JAMES C. BUTTERFIELD INC.
 P.O. BOX 775 BOWLING GREEN STATION
 NEW YORK, NY 10274-0775

| | | | |
|----------------------|--------------|----------|-------------|
| CANO PETE INC- | 137801106 | 165 | 07/02/2007 |
| SECURITY DESCRIPTION | CUSIP NUMBER | QUANTITY | DATE ISSUED |

CERTIFICATE NUMBER(S):

-2500

158

REGISTRATION NAME AND ADDRESS

SHARON DOHERTY &
 FLOYD E DOHERTY
 JT TEN
 720 WARMICK DR
 PLANO TX 75023-6807

07/11/2007

MAIL TO:
 SHARON DOHERTY &
 FLOYD E DOHERTY
 JT TEN
 720 WARMICK DR
 PLANO TX 75023-6807

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| | |
|--------------------|-----------------|
| REFERENCE NUMBER | TAXPAYER NUMBER |
| 010T7062500014 946 | -----8845 |

*** DO NOT SEND ANY MAIL TO THE POST OFFICE BOX SHOWN ON THIS DOCUMENT.**

QUESTIONS ABOUT THE ENCLOSED SECURITIES SHOULD BE DIRECTED TO YOUR ACCOUNT REPRESENTATIVE.

158 717814300603601 U-7186-418

FOR YOUR RECORDS AND FOR POSSIBLE INCOME TAX PURPOSES WE SUGGEST THAT YOU FILL

DATE PURCHASED: 7-2-2007

AMOUNT PAID \$ 1,000.

DETACH THIS TRANSMITTAL AND PUT IT WITH YOUR TAX

IMPORTANT INFORMATION
 SEE REVERSE SIDE

YOUR SECURITIES
 VALUABLE
 PROTECT THEM

HEREWITH SECURITIES TRANSFERRED AS PER YOUR INSTRUMENTS OF THIS PACKAGE ARE INSURED FOR REPLACEMENT. THE MAIL, THE TAXPAYER NUMBER APPEARING ON THIS FORM SUBMITTED TO THE TRANSFER AGENT AS THE IDENTIFYING NAME APPEARING ON THE CERTIFICATE. WILL YOU PLEASE VERIFY IS THE CORRECT NUMBER FOR THE NAME SHOWN. IN THE EVENT SHOULD BE CHANGED, PLEASE SEND THE PROPER NUMBER TRANSFER AGENT SHOWN ON THE SECURITY CERTIFICATE CORRECT THE RECORDS ACCORDINGLY. SHOULD YOU DELETION YOUR SECURITIES AT ANYTIME, WE WOULD BE PLEASED TO ASSIST YOU IN THE TRANSACTION FOR YOU.

Ms. Sharon Doherty
720 Warwick Dr.
Plano, TX 75023-6807

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BMC Group, Inc. ^{BMC GROUP}
attn: Cono Petroleum, Inc. Claims Processing
P.O. Box 3020
Chanhassen, MN. 55311-3020



