

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

NMOC

FORM APPROVED
OMB NO. 1004-0135
Expires: November 30, 2000

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.

SUBMIT IN TRIPLICATE - Other instructions on reverse side.

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|--|--|--|
| 1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other | | 8. Well Name and No. HANSON 12 |
| 2. Name of Operator HANSON OPERATING COMPANY INC | | 9. API Well No. 30-015-05879-00-S1 |
| 3a. Address P O BOX 1515 ROSWELL, NM 88201 | | 10. Field and Pool, or Exploratory N MASON |
| 3b. Phone No. (include area code) Ph: 505.622.7330 Ext: 26 Fx: 505.622.7731 | | 11. County or Parish, and State EDDY COUNTY, NM |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 25 T26S R31E NENE 330FNL 330FEL | | |

RECEIVED
SEP 13 2004
OOD-ARTESIA

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION | TYPE OF ACTION |
|---|--|
| <input type="checkbox"/> Notice of Intent | <input type="checkbox"/> Acidize |
| <input checked="" type="checkbox"/> Subsequent Report | <input type="checkbox"/> Deepen |
| <input type="checkbox"/> Final Abandonment Notice | <input type="checkbox"/> Fracture Treat |
| | <input type="checkbox"/> Production (Start/Resume) |
| | <input type="checkbox"/> Reclamation |
| | <input type="checkbox"/> Water Shut-Off |
| | <input type="checkbox"/> Well Integrity |
| | <input type="checkbox"/> Other |
| | <input type="checkbox"/> Change Plans |
| | <input checked="" type="checkbox"/> Plug and Abandon |
| | <input type="checkbox"/> Temporarily Abandon |
| | <input type="checkbox"/> Water Disposal |
| | <input type="checkbox"/> Convert to Injection |
| | <input type="checkbox"/> Plug Back |

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompletable 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 shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletable in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

05/20/2004: MIRU. POH with rods and pump.
05/21/2004: Unflange wellhead. POH with tubing. TIH with bit, DC and scraper to 4227'.
05/22/2004: TIH and set CIBP at 4200'.
05/25/2004: Perf 2 holes at 2880' and 2 holes at 920'. Set 10 sacks Class "C" Neat cement on top of CIBP. Circulate with brine gel. Hole in 5 1/2" and 8 5/8" casing.
05/26/2004: TIH and set packer at 2872'. Unable to squeeze perms. Set plug with 25 sacks Class "C" Neat cement. Pull up to 950'. Unable to circulate to surface. Release packer. Circulate brine gel. Set plug with 250 sacks Class "C" Neat cement in 5 1/2" casing and 8 5/8" casing to surface. Circulate 3 sacks cement to pit. Well plugged and abandoned at 3:00 PM on 05/26/2004.

Approved as to plugging of the well bore.
Liability under bond is retained until surface restoration is completed

14. I hereby certify that the foregoing is true and correct.

**Electronic Submission #35841 verified by the BLM Well Information System
For HANSON OPERATING COMPANY INC, sent to the Carlsbad
Committed to AFMSS for processing by ARMANDO LOPEZ on 09/09/2004 (04LA0275SE)**

| | |
|------------------------------------|---------------------------------|
| Name (Printed/Typed) CAROL J SMITH | Title AUTHORIZED REPRESENTATIVE |
| Signature (Electronic Submission) | Date 09/08/2004 |

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

| | | |
|---|--------------------------|-----------------|
| Approved By ALEXIS OSWOBODA | Title PETROLEUM ENGINEER | Date 09/09/2004 |
| Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon. | | Office Carlsbad |

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.