

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
OCD Artesia

FORM APPROVED
OMB No. 1004-0137
Expires: July 31, 2010

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 page 2

| | | |
|---|--|--|
| 1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other | | 5. Lease Serial No. NMLC068282B |
| 2. Name of Operator Hanson Operating Company, Inc | | 6. If Indian, Allottee or Tribe Name |
| 3a. Address P. O. Box 1515, Roswell, NM 88202-1515 | 3b. Phone No. (include area code) 575-622-7330 | 7. If Unit or CA/Agreement, Name and/or No. |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 25, T26S, R31E, UNIT F, SE/42W/4 2310' FNL & 1650' FWL | | 8. Well Name and No. Hanson Federal #10 |
| | | 9. API Well No. 9 30-015-05876 |
| | | 10. Field and Pool, or Exploratory Area North Mason Delaware |
| | | 11. County or Parish, State Eddy, New Mexico |

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 type="checkbox"/> Deepen | <input type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-Off |
| <input type="checkbox"/> Subsequent Report | <input type="checkbox"/> Alter Casing | <input type="checkbox"/> Fracture Treat | <input type="checkbox"/> Reclamation | <input type="checkbox"/> Well Integrity |
| <input checked="" type="checkbox"/> Final Abandonment Notice | <input type="checkbox"/> Casing Repair | <input type="checkbox"/> New Construction | <input type="checkbox"/> Recomplete | <input type="checkbox"/> Other _____ |
| | <input type="checkbox"/> Change Plans | <input checked="" type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon | |
| | <input type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug Back | <input type="checkbox"/> Water Disposal | |

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 recomplete 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 recompletion 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.)

09/01/17 MIRU Plugging Equipment. POH w/ 165 3/4" rods & pump. 09/05/17 Dug out cellar, ND well head, NU BOP. POH w/ 66 stands of tbg. Set 5 1/2" CIBP @ 4100'. Spotted 30 sx class C cmt @ 4100-3804'. WOC. 09/06/17 Tagged plug @ 3803'. Perf'd csg @ 940'. Sqz'd 50 sx class C cmt @ 940-822'. WOC. Tagged plug @ 785'. Perf'd csg @ 400'. Sqz'd 130 sx class C cmt @ 400' & circulated to surface. Rigged down and moved off. 09/11/17 Moved in backhoe and welder. Dug out cellar. Cut off well head. Welded on "Above ground Dry Hole Marker". Backfilled cellar. Cut off deadmen. Cleaned location, moved off.

OC 10-20-17
Accepted for record - NMOCD

NM OIL CONSERVATION
ARTESIA DISTRICT

OCT 20 2017

RECEIVED

RECLAMATION
DUE 3-11-18

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

| | |
|---|----------------------------|
| Name (Printed/Typed) Carol J. Smith | Title Production |
| Signature <i>Carol J. Smith</i> | Date 9/21/2017 |

Accepted for Record THIS SPACE FOR FEDERAL OR STATE OFFICE USE

| | | |
|---|-----------------------|------------------------|
| Approved by <i>James B. Arns</i> | Title SPE 7 | Date 10-6-17 |
| 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 CRD | |

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.