Brawer DD FORM APPROVED Form 3160-5 & Artesia, NM 86210 Budget Bureau No. 1004-0135 (June 1999) DEPARTMENT OF THE INTERIOR Expires: March 31, 1993 BUREAU OF LAND MANAGEMENT 5. Lease Designation and Serial No. LC 064023 SUNDRY NOTICES AND REPORTS ON WELLS 6. If Indian, Allottee or Tribe Name Do notuse this form for proposals to drill or to deepen or reentry to a different reservoir.

Use "APPLICATION FOR PERMIT—" for such proposals 7. If Unit or CA, Agreement Designation SUBMIT IN TRIPLICATE 1. Type of Well X Oil Well 8. Well Name and No. Saunders 2,9 2. Name of Operator Hanson Energy 9. API Well No. See below 3. Address and Telephone No. R. 342 S. Haldeman Rd., Artesia, N.M. 10. Field and Pool, or Exploratory Area See below 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 11. County or Parish, State S13 T17S R27E 1980FSL4 660FEL Eddy N.M. CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF ACTION TYPE OF SUBMISSION Notice of Intent Change of Plans Abandonment Recompletion **New Construction** Non-Routine Fracturing Plugging Back Subsequent Report Water Shut-Off Casing Repair Conversion to Injection Altering Casing Final Abandonment Notice Commingle surface Dispose Water (Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.) 13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\* This sundry notice is for permission to commingle surface oil from these four wells; Saunders #2 - API#300150043800S1 - Empire Yates Seven Rivers 990' FSL 330' FEL S13 T17S R27E Saunders #9 - API#300150044300S1 - Red Lake, Qn, GRB, San Andres 660'FEL S13 T17S R27E 660'FSL Saunders #10 - API#300152192400S1 - Red Lake, Qn, Grb, San Andres S13 T17S R27E 1980'FSL 660'FEL Saunders #11 - API#300152206100S1 - Red Lake Qn, Grb, San Andres 2310'FSL 1650'FEL S13 T17S R27E The existing tank battery to be used is located on S13 T17S R27E 660' FSL 660' FEL and consist of one 210bbl tank, One oil separator, and one 200bbl tank for salt water storage.

14. I hereby certify that the foregoing is true and correct Signed Waven Janson	Owner - Operator	5/4/93 Date
(This space for Federal or State office use)  Approved by (ORIG, OGD.) IJE G. LARA  Conditions of approval, if any:	PETROLEIIM ENGINFER Title	Date