

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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.

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. NMLC068712
2. Name of Operator HANSON OPERATING COMPANY INC		6. If Indian, Allottee or Tribe Name
3a. Address P O BOX 1515 ROSWELL, NM 88201		7. If Unit or CA/Agreement, Name and/or No.
3b. Phone No. (include area code) Ph: 505.622.7330 Ext: 26 Fx: 505.622.7731		8. Well Name and No. H&K FED #1
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 14 T17S R28E SWNW 2310FNL 330FWL		9. API Well No. 30-015-10055-00-S1
11. County or Parish, and State EDDY COUNTY, NM		10. Field and Pool, or Exploratory RED LAKE

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

TYPE OF SUBMISSION	TYPE OF ACTION
<input checked="" 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 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 recompleat 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 recompleat 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.)

Hanson Operating Company, Inc. requests approval to plug and abandon the well as instructed by David Glass in the following manner:

1. Set First 100' Plug at 2146'-2046'.
2. Set CIBP at 1625' capped with 35' of cement.
3. If possible, perf at 499'. Squeeze cement between the 8 5/8" and 5 1/2" annulus. Circulate to surface.
4. Set Second 100' Plug at 500' to 400' inside the 5 1/2" casing.
5. Set 60' Surface Plug.
6. Set Dry Hole Marker.
7. Clean and restore location.

14. I hereby certify that the foregoing is true and correct.	
Electronic Submission #19864 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 03/24/2003 (03AL0203SE)	
Name (Printed/Typed) CAROL J. GARCIA	Title AUTHORIZED REPRESENTATIVE
Signature (Electronic Submission)	Date 03/21/2003

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By LES BABYAK	Title PETROLEUM ENGINEER	Date 03/24/2003
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.