

Submit 1 Copy To Appropriate District Office
District I - (575) 393-6161
1625 N. French Dr., Hobbs, NM 88240
District II - (575) 748-1283
811 S. First St., Artesia, NM 88210
District III - (505) 334-6178
1000 Rio Brazos Rd., Aztec, NM 87410
District IV - (505) 476-3460
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
Revised August 1, 2011

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

WELL API NO. 30-005-61493
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. VB-427
7. Lease Name or Unit Agreement Name Hanlad AKZ State
8. Well Number #1
9. OGRID Number 9974
10. Pool name or Wildcat Acme San Andres Southeast [86]
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3936' GR

SUNDRY NOTICES AND REPORTS ON WELLS
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well: Oil Well ☒ Gas Well ☐ Other ☐

2. Name of Operator
Hanson Operating Company, Inc.

3. Address of Operator
P. O. Box 1515, Roswell, NM 88202-1515

4. Well Location
Unit Letter M : 660 feet from the South line and 660 feet from the West line
Section 13 Township 8 South Range 27 East NMPM Chaves County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3936' GR

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐
DOWNHOLE COMMINGLE ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☐
CASING/CEMENT JOB ☐

OTHER: ☐

OTHER: Recompletion ☒

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

6/28/2011: MIRU. Wireline set CIBP at 6200', 4000' and 2400'. Cap plugs at 6200' and 4000' with 35' of cement. Witnessed by Phil Hawkins with OCD Artesia.

6/29/2011: Perforate 12 squeeze holes at 2390'-2393'. Set retainer at 2350'. Pump 300 sacks Class "C" cement. WOC. SISD.

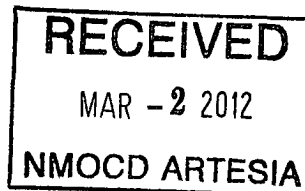
7/6/2011: Ran CBL. TOC at 1684'. Perforate San Andres at 2140'-2160' and 2170'-2190' with 40 holes.

7/7/2011: Acidize with 10,000 gallons of 20% NEFE acid. Swab down. SISD.

8/25/2011: Install pumpjack. Run rods and pump. Hang on. SD.

10/2/2011: Install tank battery. Make connections.

10/12/2011: Start pumping unit. Well placed on production.



Spud Date: 4/1/1982

Rig Release Date: 4/30/1982

Provide log detail or exception

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Carol G. Smith TITLE Production Analyst DATE 11/1/2011

Type or print name Carol J. Smith E-mail address: hanson@dfn.com PHONE: 575-622-7330

For State Use Only
APPROVED BY: J. C. Shepard TITLE Geologist DATE 3/5/2012

Conditions of Approval (if any):