Form 3160-5 (September 2001)

UNITED STATES DEPARTMENT OF THE INTERIOR

OCD-ARTESIA

FORM APPROVED OMB No. 1004-0135 Expires January 31, 2004

5. Lease Serial No.

NM LC 064023

BUREAU OF LAND MANAGEMENT SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an 6. If Indian, Allottee or Tribe Name abandoned well. Use Form 3160-3 (APD) for such proposals. 7. If Unit or CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on reverse side 1. Type of Well Oil Well Gas Well Other 8. Well Name and No. SAUNDERS 10 Name of Operator HANSON ENERGY 9. API Well No 30-015-21924 3b. Phone No. (include area code) 3a. Address to. Box 1348 ARTES: A 10. Field and Pool, or Exploratory Area RED LK ON GO, SA Location of Well (Footage, Sec., T., R., M., or Survey Description) 11. County or Parish, State OCT 3 1 2007 NESE 13-175-27E EDDY **OCD-ARTESIA** 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION ☐ Acidize Deepen Deepen Production (Start/Resume) ☐ Water Shut-Off Notice of Intent ☐ Fracture Treat Alter Casing Reclamation Well Integrity New Construction Casing Repair Recomplete Other Subsequent Report Change Plans Plug and Abandon ☐ Temporarily Abandon Final Abandonment Notice Plug Back Convert to Injection 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.) PRODUCTION RESUMED 8/22/07 ACCEPTED FOR RECORD OCT 2 3 2007 ACCEPTED FOR RECORD **GARY GOURLEY** PETROLEUM ENGINEER NOV 0.1 2007 Gerry Guye, Deputy Field Inspector NMOCD-District II ARTESIA 14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) PRODUCTION CLERK MATHIE Signature 10/10/07 THIS SPACE FOR FEDERAL OR STATE OFFICE USE Approved by Date 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.

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.