

Submit 3 Copies to Appropriate District Office
 District I
 1625 N. French Dr., Hobbs, NM 88240
 District II
 1301 W. Grand Ave., Artesia, NM 88210
 District III
 1000 Rio Brazos Rd., Aztec, NM 87410
 District IV
 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
 Energy, Minerals and Natural Resources

Form C-103
 May 27, 2004

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

WELL API NO. 30-005-62943
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. V-6371
7. Lease Name or Unit Agreement Name Puffer BDF State Com.
8. Well Number #2
9. OGRID Number 009974
10. Pool name or Wildcat Acme San Andres SE

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 L : 1980 feet from the South line and 1250 feet from the West line
 Section 24 Township 8 South Range 27 East NMPM Chaves County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
 3959' GR

Pit or Below-grade Tank Application ☐ or Closure ☐

Pit type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____

Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____

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 ☐
 OTHER: ☐

SUBSEQUENT REPORT OF:
 REMEDIAL WORK ☐ ALTERING CASING ☐
 COMMENCE DRILLING OPNS. ☐ P AND A ☐
 CASING/CEMENT JOB ☐
 OTHER: ☐

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 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Purpose to plug and abandon well as follows:

1. Set steel tank pit.
2. Set CIBP at 2080' with 35' cement cap.
3. Circulate hole with 10# brine with 12.5# per barrel salt water gel.
4. Spot 25 sack cement plug.
5. Perforate 4 squeeze holes at 1660'.
6. Spot 50 sack cement plug across surface casing shoe from 1560'-1660. WOC and tag plug.
7. Spot 500' solid cement plug to surface.

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines ☐, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

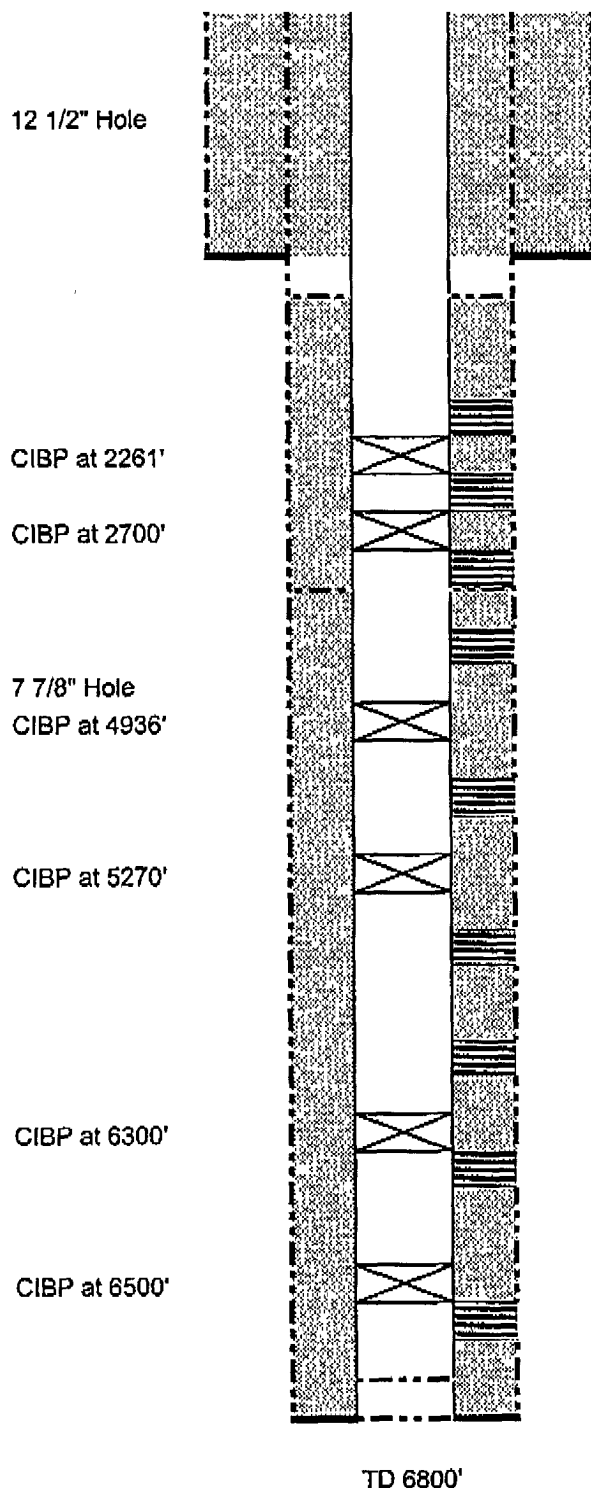
SIGNATURE Carol J. Smith TITLE Production Analyst DATE 11/04/2008
 Type or print name Carol J. Smith E-mail address: hanson@dfn.com Telephone No. 505-622-7330

For State Use Only

APPROVED BY: PhD Hankins TITLE HL DATE 11/5/08
 Conditions of Approval (if any):

WELLBORE DIAGRAM

WELL NAME Puffer BDF State Com #2 FIELD Acme San Andres SE
 LOCATION 1980' FSL & 1250' FWL, L-Section 24-8S-27E, Chaves County, New Mexico
 GL 3959' ZERO KB 3971'
 SPUD DATE RE 3/18/2004 COMPLETION DATE 4/28/2004
 COMMENTS: API #30-005-62943



CASING PROGRAM

8 5/8" 24# J-55 ST&C	1610'
5 1/2" 15.5# J-55 ST&C	6770'

8 5/8" at 1610' w/950 sx cement (Circ)

BEFORE

TOC 2000'

San Andres

Perfs: 2194'-2210' 16 holes

Perfs: 2568'-2578' 20 holes

Perfs: 2736'-2740' 8 holes

TOC at 3850' by CBL

Perfs: 3650' 6 holes, 550 sx cement squeezed

Abo

Perfs: 4986'-4994' 16 holes

Wolfcamp

Perfs: 5604'-5700' 75 holes

5778'-5998' 39 holes

Cisco

Perfs: 6184'-6236' 39 holes

Strawn

Perfs: 6338'-6368' 120 holes

6398'-6404' 24 holes

6450'-6454' 16 holes

Silurian

Perfs: 6516'-6534' 72 holes

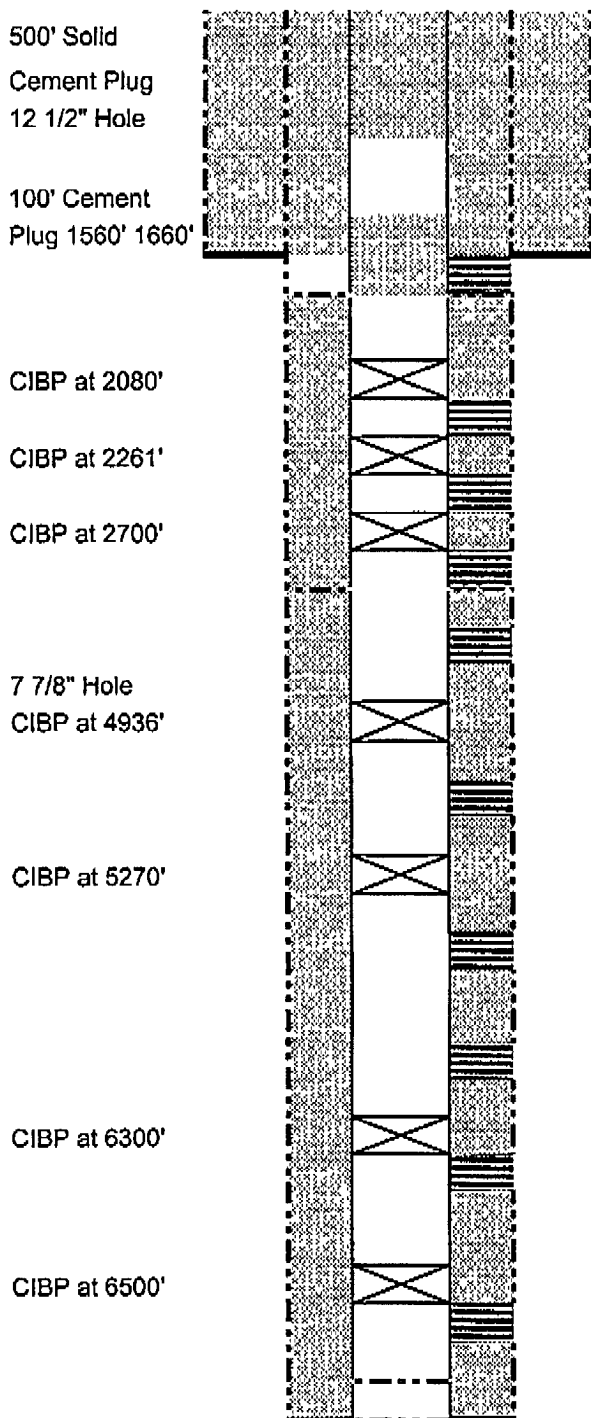
5 1/2" at 6770' w/550 sx cement

Not to Scale

11/4/2008

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<u>Formation</u>	<u>Depth</u>
Yates	478
Bowers Sand	910
Queen	1082
San Andres	1610
Glorieta	2782
Tubb	4197
Abo	4906
Wolfcamp	5601
Montoya	6481

TD 6800'

Not to Scale

11/4/2008