

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No 1004-0137
Expires July 31, 2010

OCD-ARTESIA

JUL 17 2009

NMLC068712A

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 page 2

1 Type of Well
 Oil Well Gas Well Other

2 Name of Operator
Hanson Operating Company, Inc.

3a Address 3b Phone No (include area code)
P. O. Box 1515, Roswell, NM 88202-1515 575-622-7330

4 Location of Well (Footage, Sec., T., R., M., or Survey Description)
**1980 FSL & 330 FWL
L Sec. 14-17S-28E**

5 Lease Serial No
NMLC068712A

6 If Indian, Allottee or Tribe Name

7 If Unit or CA/Agreement, Name and/or No

8 Well Name and No
Schram Federal #1

9 API Well No
30-015-01367

10 Field and Pool, or Exploratory Area
Red Lake Queen Grayberg

11 County or Parish, State
Eddy County, NM



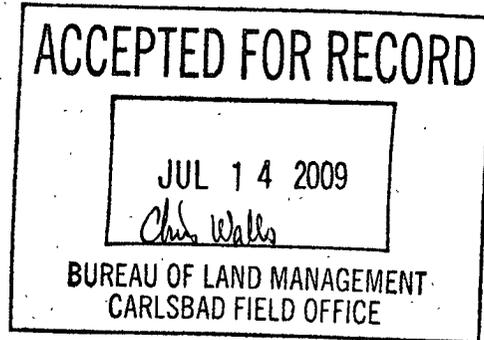
12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input 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 checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input checked="" 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 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.)

04/30/09 MIRU. POH w/ rods and pump. NU BOP. Worked tbg. Tubing stuck. BLM ok'd to cut tbg. Cut tbg @ 1850'. POH w/ tbg.
 05/01/09 RIH and set CIBP @ 1850'. Circulated hole w/ mud laden fluid. Spot 25 sx class C cement on top of CIBP/ POH w/ tbg. Perf'd casing @ 550'. Sqz'd. 160 sx class C cement inside and outside of 5 1/2 csg. to surface. Cut off well head and weld on Dry Hole Marker. Clean location and rig down.

Witnessed by BLM representative Terry Wilson.



B/L/C

14 I hereby certify that the foregoing is true and correct)
 Name (Printed/Typed) Title Agent
Ben Montgomery _____

Signature Date 05/05/09

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by Title 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 Office

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.

(Instructions on page 2)