

Submit 3 Copies To Appropriate District Office
District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, 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
CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

RECEIVED
OCD - ARTESIA
APR 2002

C15

Form C-103
Revised March 25, 1999

WELL API NO. 30-005-62794
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. L-794
7. Lease Name or Unit Agreement Name: Hanlad State
8. Well No. #1
9. Pool name or Wildcat Diablo Fussleman

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 <input type="checkbox"/> Gas Well <input type="checkbox"/> Other Salt Water Disposal	
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 <u>K</u> : 1980 feet from the <u>South</u> line and <u>2310</u> feet from the <u>West</u> line Section <u>16</u> Township <u>10S</u> Range <u>27E</u> NMPM <u>Chaves</u> County	
10. Elevation (Show whether DR, RKB, RT, GR, etc.) 3889' GR	

11. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data	
NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPLETION <input type="checkbox"/> OTHER: <input type="checkbox"/>	SUBSEQUENT REPORT OF: REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> PLUG AND ABANDONMENT <input type="checkbox"/> CASING TEST AND CEMENT JOB <input type="checkbox"/> OTHER: Inspection Detail Dated 01-Mar-02 <input checked="" type="checkbox"/>

12. 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.

In compliance with Inspection Detail Dated 01-Mar-02, the following items were completed.

03/07/2002: Removed 95 barrels BS&W from pit and disposed at Gandy Marley.

04/01/2002: Removed contaminated soil and covered pit. Set 200 barrel overflow tank.

04/02/2002: Installed well sign.

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

SIGNATURE Carol J. Garcia TITLE Production Analyst DATE 4/9/02

Type or print name Carol J. Garcia Telephone No. (505) 622-7330
(This space for State use)

APPROVED BY me S. Tejeda TITLE Envir. Eng. Spec. DATE 5/3/2002
Conditions of approval, if any: