FREE CHES Energy, Minerals and Natural Resources Department to Appropriate District Office Revised 1-1-29 OIL CONSERVATION DIVISION WELL API NO. P.O. Box 1980, Hobbs, NM \$8240 P.O. Box 2088 30-005-62960 Santa Fe, New Mexico 87504-2088 DISTRICT P.O. Drawer DD, Artocia, NM 88210 5. Indicate Type of Lease FEE X DISTRICT III 1000 Rio Brazos Rd., Aziec, 19M \$7410 6. State Oil & Gas Loase No. SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A 7. Lease Name or Unit Agreement Name DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) 1. Type of Well: Presler Lake WELL WELL P 2 Name of Operator R Well No. Hanson Operating Company, Inc. 3. Address of Operator 9. Pool same or Wildcat P.O. Box 1515, Roswell, NM 88202-1515 Many Gates-San Andres 0330 = Well Location Unit Letter B: 1650 Feet From The East North Feet From The 12 Township 9S 29E NMPM Chaves Section Range County 10. Elevation (Show whether DF, RKB, RT, GR, etc.) 4004 GR Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data 11. NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PLUG AND ABANDON PERFORM REMEDIAL WORK REMEDIAL WORK ALTERING CASING TEMPORARILY ABANDON CHANGE PLANS COMMENCE DRILLING OPNS. PLUG AND ABANDONMENT **PULL OR ALTER CASING** CASING TEST AND CEMENT JOB OTHER: OTHER: 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. 6-13-96 Drilled surface plug to 25', tagged second cement plug at 330'. Fell out of cement plug at 487'. Top of 3rd plug at 1222', drilled to 1352' tagged 4th plug at 1764' out at 1941', 5th plug 2365' drilled to 2526', 6th plug at 3033', tested casing at 3076'. Held 500# for 30 min. drilled to 189'. Fell out of cement tagged formation at 3193', circulated hole clean. Drilled to 3277' RIH with 1 duplex shoe, 9 jts. 4 1/2 casing 12.6bbls. per ft. J-55 l expansion jt.. Top of liner is at 3020'. Cemented as follows: Break Cir. pumped 75sx Class H 8%FL 2%CD 5%CCLE, circulated 49sx to pit. Perfs from 3140'-3150' 1 shot per ft. RIH with packer & 3153' 2 2/3 tubing. Acidizing 5000 gal., formation broke 2157# avg. rate 3.7bbls. at 2110#. POOH, rigged up wireline truck. Perfs. from 3254-64 10 holes, perfs. from 3242-46 4 holes, perfs. from 3225-29 4 holes, perfs. from 3211-15 4 holes, perfs. from 3192-96 4 holes perfs. from 3168-78 10 holes. Ran packer 3087' 1st stage acid job-5000 gal. pumped 5 1/2 per

(This space for State United HA), SIGNION BY THE W. GUM DISTRICT INSPECTATION

min. @2800#, 3 1/2 bbls. per min. @2200#. Rigged up kill truck, pumped 3 bbls. per min. at

250#. 2nd stage acid job-pumped 10bbls. @3 1/2bbls. per, min. @2200#.

JUL 29 1996

TELEPHONE NO. 622-73

CONDITIONS OF APPROVAL, IF ANY:

TYPE OR PRINT NAME

APPROVED BY