

Submit 3 Copies
to Appropriate
District Office

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-103
Revised 1-1-89

DISTRICT I
P.O. Box 1980, Hobbs, NM 88240

OIL CONSERVATION DIVISION

2040 Pacheco St.
Santa Fe, NM 87505

DISTRICT II
P.O. Drawer DD, Artesia, NM 88210

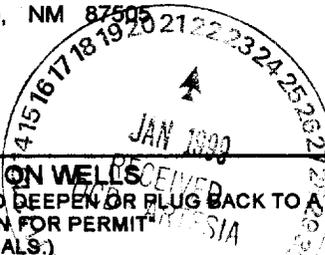
DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

WELL API NO.
30-005-63185

Indicate Type of Lease
STATE FEE

State Oil & Gas Lease No.

Lease Name or Unit Agreement Name
Twin Lakes San Andres Unit



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.)

Type of Well:
OIL WELL GAS WELL OTHER

Name of Operator
HANAGAN PETROLEUM CORPORATION

Well No.
316

Address of Operator
P.O. BOX 1737 - ROSWELL, NM - 88202-1737

Pool name or Wildcat
Twin Lakes San Andres (Associated)

Well Location
Unit Letter I : 2310 Feet From The SOUTH Line and 330 Feet From The EAST Line
36 Section 8s Township 28e Range NMPM CHAVES County

Elevation (Show whether DF, RKB, RT, GR, etc.)
3977'kb

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Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:

SUBSEQUENT REPORT OF:

PERFORM REMEDIAL WORK PLUG AND ABANDON
TEMPORARILY ABANDON CHANGE PLANS
PULL OR ALTER CASING
OTHER:

REMEDIAL WORK ALTERING CASING
COMMENCE DRILLING OPNS. PLUG AND ANBANDONMENT
CASING TEST AND CEMENT JOB
OTHER:

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.

1/2/99 - MIRU United Drilling Co. Rig #10 - drill 12.25" hole to 110' w/air - run 3jts 8.625" 24#/ft casing to TD - RU Valley Concrete & cement w/3yds Redi-Mix to surface - RD Rig #10

1/13/99 - TD 7.875" hole @ 2767' - Run 63jts of 5.5", 15.50#/ft 8rd J55 casing w/shoe @ 2764' (KB) -RU BJ Services & cement w/765sx 50% "C"/50% Poz w/5#-sk salt + 10% bentonite lead cement(weight=11.80#/gl / yield = 2.39), tailed in w/200sx Class "C" cement (weight=14.80#/gl / yield=1.32), circulate 25sx cement to pits - Release rig

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

SIGNATURE [Signature] TITLE President DATE 01-20-99

TYPE OR PRINT NAME Michael G. Hanagan TELEPHONE NO. 623-5053

(This space for State Use)

**ORIGINAL SIGNED BY TIM W. GUM
DISTRICT II SUPERVISOR**

APPROVED BY [Signature] TITLE BGA DATE 1-27-99

CONDITIONS OF APPROVAL, IF ANY: