

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. 30-025-24866
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. B-1167
7. Lease Name or Unit Agreement Name Shell State
8. Well Number #1
9. OGRID Number 009974
10. Pool name or Wildcat Eunice San Andres SW

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 **HOBBS OCD**

2. Name of Operator
Hanson Operating Company, Inc. **MAY 09 2014**

3. Address of Operator
P. O. Box 1515, Roswell, NM 88202-1515 **RECEIVED**

4. Well Location
 Unit Letter O : 660 feet from the South line and 1650 feet from the East line
 Section 36 Township 21 South Range 36 East NMPM Lea County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3493.2' 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:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input checked="" type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>	
OTHER: <input type="checkbox"/>		OTHER: <input type="checkbox"/>	

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.

Propose to Plug and Abandon the well as follows:

1. Tag CIBP at 4070'. Cap with 35' cement.
2. Circulate hole clean with 10# brine and 12.5# per barrel salt water gel.
3. Set CIBP at 3950' with 35' cement cap.
4. ~~Perf 25 sacks cement at 2500' to bottom of surface casing.~~ **WOC & TAG**
5. Circulate hole clean with 10# brine and 12.5# per barrel salt water gel.
6. Perforate casing at 1210' with 4 shots.
7. Pump 50 sacks cement for solid 100' plug inside and outside 5 1/2" casing.
8. Shut down 2 to 3 hours. WOC. Tag cement plug.
9. Perf and squeeze 100 sacks cement for solid 400' plug inside 5 1/2" casing to surface.
10. Set Dry Hole Marker. Clean and remediate location.

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 5/05/2014
 Type or print name Carol J. Smith E-mail address: hanson@dfn.com Telephone No. 575-622-7330

For State Use Only
 APPROVED BY: Mary Brown TITLE Dist. Supervisor DATE 5/13/2014
 Conditions of Approval (if any)

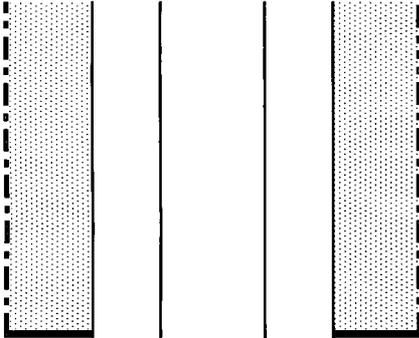
MAY 13 2014

WELLBORE DIAGRAM

WELL NAME
 LOCATION
 GL
 SPUD DATE
 COMMENTS:

Shell State #1	FIELD Eunice San Andres SW
660' FSL & 1650' FEL, O-Section 36-21S-36E, Lea County, NM	
3493'	ZERO
KB	
11/5/1974	COMPLETION DATE 1/10/1975
API #30-025-24866	

11" Hole



CASING PROGRAM

8 5/8"	24#	1160'
5 1/2"	15.5#	6853'

7 7/8" Hole

8 5/8" at 1160' with 450 Sacks Cement Circulated

BEFORE

CIBP at 4070'

TOC at 3380' CBL

San Andres

Perfs: 4015'-4055' 35 holes

CIBP at 4304'

San Andres

Perfs: 4080'-4130' 40 holes

35' Cement Cap

Paddock

Perfs: 5128'-5192' 18 holes

CIBP at 5350'

Blinebry

Perfs: 5514'-5841' 26 holes

35' Cement Cap

Drinkard

Perfs: 6250'-6364' 16 holes

CIBP at 6450'

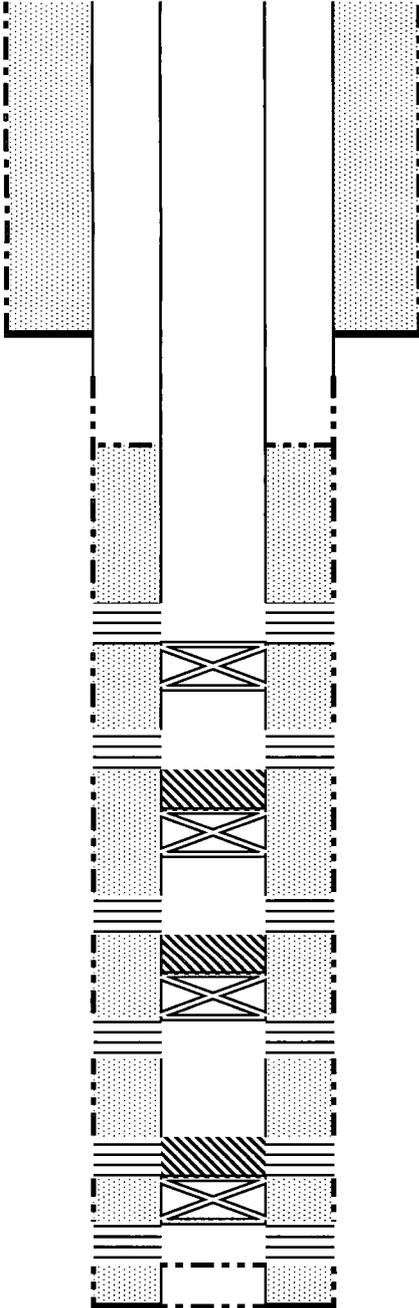
Drinkard

Perfs: 6499'-6583' 17 holes

35' Cement Cap

PBTD 6853'

5 1/2" at 6853' with 450 Sacks Cement



TD 6855'

Not to Scale

5/5/2014

WELLBORE DIAGRAM

WELL NAME	Shell State #1	FIELD	Eunice San Andres SW
LOCATION	660' FSL & 1650' FEL, O-Section 36-21S-36E, Lea County, NM		
GL	3493'	ZERO	KB
SPUD DATE	11/5/1974	COMPLETION DATE	1/10/1975
COMMENTS:	API #30-025-24866		

11" Hole
 Perf and Squeeze
 100 Sacks Cement
 400' Plug

100' Plug with
 50 Sacks Cement
 7 7/8" Hole

25 Sack Cement
 Plug at 2500'

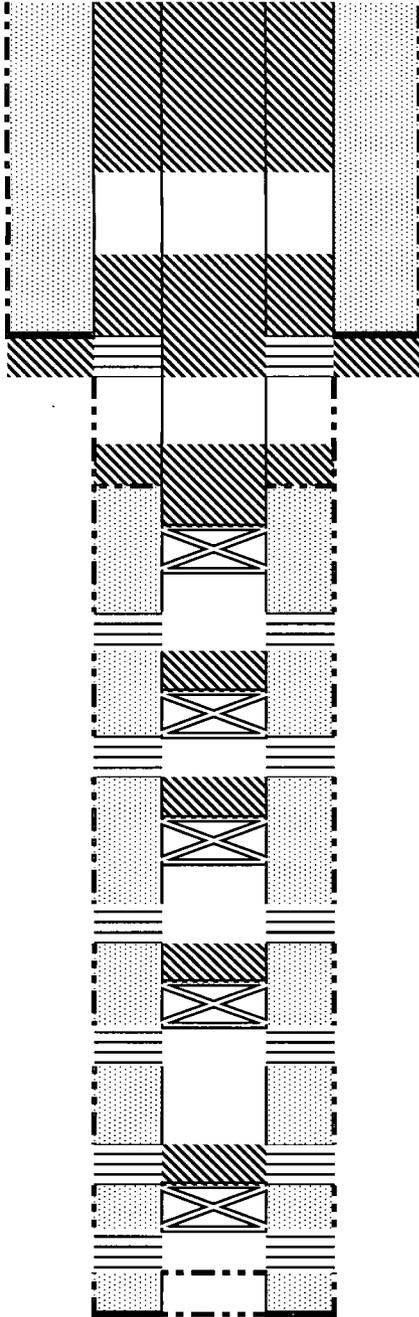
CIBP at 3950'
 35' Cement Cap

CIBP at 4070'
 35' Cement Cap

CIBP at 4304'
 35' Cement Cap

CIBP at 5350'
 35' Cement Cap

CIBP at 6450'
 35' Cement Cap
 PBTD 6853'



TD 6855'

CASING PROGRAM

8 5/8"	24#	1160'
5 1/2"	15.5#	6853'

8 5/8" at 1160' with 450 Sacks Cement Circulated
 Perf 4 Squeeze Holes at 1210'

AFTER

TOC at 3380' CBL

San Andres

Perfs: 4015'-4055' 35 holes

San Andres

Perfs: 4080'-4130' 40 holes

Paddock

Perfs: 5128'-5192' 18 holes

Blinebry

Perfs: 5514'-5841' 26 holes

Drinkard

Perfs: 6250'-6364' 16 holes

Drinkard

Perfs: 6499'-6583' 17 holes
 5 1/2" at 6853' with 450 Sacks Cement

Not to Scale
 5/5/2014