

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. 30-025-31096
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Max Gutman
8. Well Number #10
9. OGRID Number 009974
10. Pool Name or Well at Tubb
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3339.5' GR
Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/>
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 _____

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 ☐

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 F : 2310 feet from the North line and 1650 feet from the West line
Section 19 Township 22 South Range 38 East NMPM Lea County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3339.5' GR

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

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐

OTHER: Add Perforations and Acidize ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☒ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☐
CASING/CEMENT JOB ☐

OTHER: ☐

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.

01/29/2007: MIRU. POH with rods and pump. NU BOP. POH with tubing.

01/30/2007: RIH with tubing and packer. Set packer at 6600'. Acidize existing perfs with 5,000 gallons 20% acid. Perforate Lower Tubb at 6222' - 6257' with 14 holes.

01/31/2007: RIH with RBP and set at 6607'. Complete Upper Drinkard formation.

02/01/2007: Perforate Upper Tubb at 6096' - 6176' with 20 holes.

02/02/2007: TOH with RBP. TIH with RBP and packer. Set RBP at 6300'. Acidize Upper and Lower Tubb perfs with 10,000 gallons 20% acid.

02/03/2007: Swab test and evaluate.

02/04/2007: Set packer at 6200' to isolate Lower Tubb perfs. Acidize with 5,000 gallons 20% acid. Flow back. Release packer. Latch on to RBP and TOH. Flow Back. TIH with tubing. ND BOP. Install wellhead.

02/05/2007: RIH with rods and pump. Start pumping unit. Release rig. RDMO. Placed on production.

2A Brunson Drinkard - Abc South

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 NMOC guidelines ☐, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE Carol J. Smith TITLE Production Analyst DATE 04/20/2007

Type or print name Carol J. Smith

E-mail address: hanson@dfn.com

Telephone No. 505-622-7330

For State Use Only

APPROVED BY: Chris Williams TITLE OC DISTRICT SUPERVISOR/GENERAL MANAGER DATE JUN 12 2007

Conditions of Approval (if any):