

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

RECEIVED

JAN 16 2008

HOBBS OCD

WELL API NO. 30-025-28490
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 #8
9. OGRID Number 009974
10. Pool name or Wildcat Paddock

11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3330.6' GR
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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 E : 1980 feet from the North line and 560 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.)
3330.6' 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: Squeeze, Perf, 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.

Propose to squeeze Glorieta and Upper Paddock formations, and test the Lower Paddock and Upper Blinbry formations as follows:

1. Set frac tank and lay flowline.
2. MIRU. ND wellhead. Pull out of hole with rods and pump. NU BOP. Pull out of hole with tubing.
3. Set RBP at 5000'. Circulate hole and test to 500 psi for 15 minutes.
4. Trip out of hole with RBP. Set CIBP at 5200'. Cement with 200 sacks Class "C" cement. Hesitate squeeze to 1000 psi. WOC overnight.
5. Drill out cement retainer, cement and CIBP.
6. Perforate Lower Paddock formation at 5383'-5479' with 24 holes and Upper Blinbry formation at 5485'-5505' with 6 holes.
7. Acidize with 5,000 gallons 20% acid. Flow back.
8. Run in hole with tubing. ND BOP. NU wellhead. Run in hole with rods and pump. Place well on production. Test and evaluate Paddock formation.
9. File for approval to DHC the Blinbry, Paddock and Granite Wash Pools.

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 01/14/2008
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
Conditions of Approval (if any):

OCD DISTRICT SUPERVISOR/GENERAL MANAGER MAR 26 2008
TITLE _____ DATE _____