State of New Mexico Submit 3 Copies Form C-103 . Minerals and Natural Resources Departn Revised 1-1-49 to Appropriate District Office OIL CONSERVATION DIVISION DISTRICTI WELL API NO. P.U. Dox 1980, Hobba, NM 88240 P.O. Box 2088 30-015-23350 Santa Fe, New Mexico 87504-2088 DISTRICTI 5. Indicate Type of Loase P.O. Drawer DD, Artesia, NM 882102 SIVIE ree 1 DISTRICT III 6. State Oil & Gas Lease No. 1000 Rio Brizos Rd., Aziec, NM 87410 B11594-6 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.) State B 14 Com 1. Type of Well: WELL X 2. Name of Operator 8. Well Na. Hallwood Petroleum, Inc. 3. Address of Operator 9. Pool name or Wildcat Travis Upper-Per P. O. Box 378111, Denver, CO 80237 & South Empire-Morrow 4. Well Location ESI 990 660 Feet From The South East Feet From The _ Unit Letter .. 28E tip 18S Range 28E 10. Elevation (Show whether DF, RKB, RI, GR, etc.) **NMPM** County Township Section 3539' GR 3555' KB Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data 11 NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK ALTERING CASING PLUG AND ABANDONMENT TEMPORARILY ABANDON CHANGE PLANS COMMENCE DRILLING OPNS. CASING TEST AND CEMENT JOB PULL OR ALTER CASING Commingle--Re-completion 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. This Sundry is in reference to the "Application for Permit to Drill" dated 1/20/98. Hallwood planned to re-complete uphole to the Wolfcamp zone (9,080'-9,106'). After further evaluation, it has been decided to postpone the Wolfcamp re-completion until production drops off to lower levels in the Travis-Upper Penn (9,653'-9,804') and the South Empire-Morrow (10,690'-10,743') zones. This well is currently producing 515-560 MCFD and 5-6 BOPD & 5-6 BWPD. WILL BE USEDEN REFORE COMMINGLING. NOTE: APPLOVAC I hereby certify that the information above is true and complete to the best of my knowledge and belief.

Nonya K. Durham Production Reporting Super SKINATURE -

TITLE .

TELEPHONE NO

(This space for State Use ORIGINAL SIGNED BY TIM W. GUM DISTRICT II SUPERVISOR

TYPE OR FRINT NAME

APPROVED BY-