District I PO Box 1980, Hobbs, NM 88241-1980 District II

811 South First, Artesia, NM 88210

2040 South Pacheco, Santa Fe, NM 87505

District III

District IV

004899

state of New Mexico Energy, Minerals & Natural Resources Department

Form C-101 Revised October 18, 1994

Instructions on back

Submit to Appropriate District Office

State Lease - 6 Copies Fee Lease - 5 Copies

AMENDED REPORT

OIL CONSERVATION DIVISION 2040 South Pacheco 1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe, NM 87505

APPLICATION FOR PERMIT TO DRILL, RE-ENTE OR ADD A ZONE ² OGRID Number Operator Name and Address. 009812 Hallwood Petroleum, Inc. 3 API Number P.O. Box 378111 30 - 015-20606 Denver, CO 80237 Well No. ⁵ Property Name ⁴ Property Code 1 Nan-Bet Com

⁷ Surface Location

UL or lot no.	Section 19	Township 21S	Range 26E	Lot Idn	Feet from the	North/South line North	Feet from the	East/West line West	County Eddy
1 -	1		Proposed	d Botton	h Hole Locati	ion If Differen	t From Surfa	ice	ı
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
'Proposed Pool 1				<u> </u>	¹⁰ Proposed Pool 2				
Catclaw	Draw M	orrow							

" Work Type Code	12 Well Type Code G	¹³ Cable/Rotary R	¹⁴ Lease Type Code S	¹⁵ Ground Level Elevation 3363'
" Multiple	17 Proposed Depth 10,630' PBTD/10,904' TD	¹⁸ Formation Morrow 'B"	" Contractor	²⁰ Start Spud Date 1/98
No	10,630 PB1D/10,904 ID	.violitow B	1	1

²¹ Proposed Casing and Cement Program

Hole Size	Casing Size	Casing weight/foot	Setting Depth	Sacks of Cement	Estimated TOC
17 1/2"	13 3/8"	54#	490'	500	
12 ¼ & 11"	8 5/8"	24#	1894	750	
7 7/8"	5 1/2"	17#	10904`	300	
<u>, , , , , , , , , , , , , , , , , , , </u>	2 7/8"		10466'		
					<u> </u>

² Describe the proposed program. If this application is to DEEPEN or PLUG BACK give the data on the present productive zone and proposed new productive zone. Describe the blowout prevention program, if any. Use additional sheets if necessary.

The Nan-Bet Com 1 well produces 430 MCFD from the Nan-Bet Stray and Morrow "C" zones (10648-664). Hallwood plans to temporarily abandon the two producing zones and recomplete to the Morrow "B" zone at 10,560-10,588'

Please see attached for procedures.

²³ I hereby certify that the information given of my knowledge apd belief.	above is true and complete to the best	OIL CONSERVATION DIVISION			
Signature: Nova	. Durlam	Approved by: ORIGINAL SIGNED BY TIM W. GUM			
Printed name: Nonya K. Durham		Title: DISTRICT II SUPERVISOR			
Title: Production Reporting Superv	visor	Approval Date: DEC 2 2 1997 Expiration Date:			
Date:	Phone: 303-850-6257	Conditions of Approva			
1 12/17/97		Attached Conti			

C-101 Instructions

Measurements and dimensions are to be in feet/inches. Well locations will refer to the New Mexico Principal Meridian.

IF THIS	IS AN AMENDED REPORT CHECK THE BOX LABLED DED REPORT" AT THE TOP OF THIS DOCUMENT OF STATE					
1	Operator's OGRID number. If you do not have one inwill be assigned and filled in by the District of ce.					
2	Operator's name and address					
3	API number of this well. If this is a new drill the OCD will. assign the number and fill this in.					
4	Property code. If this is a new property the OCD will assign the number and fill it in.					
5	Property name that used to be called 'well name'					
6	The number of this well on the property.					
7	The surveyed location of this well New Mexico Principal Meridian NOTE: If the United States government survey designates a Lot Number for this location use that number in the 'UL or lot no.' box. Otherwise use the OCD Unit Letter.					
8	The proposed bottom hole location of this well at TD					
9 and 10	The proposed pool(s) to which this well is beeing drilled.					
11	Work type code from the following table: N New well E Re-entry D Drill deeper P Plugback A Add a zone					
12	Well type code from the following table: O Single oil completion G Single gas completion M Mutiple completion I Injection well S SWD well W Water supply well C Carbon dioxide well					
13	Cable or rotary drilling code C Propose to cable tool drill R Propose to rotary drill					
14	Lease type code from the following table: S State P Private					
15	Ground level elevation above sea level					
16	Intend to mutiple complete? Yes or No					
17	Proposed total depth of this well					
18	Geologic formation at TD					
19	Name of the intended drilling company if known.					
20	Anticipated spud date.					
	Proposed hole size ID inches, proposed casing OD inches, casing weight in pounds per foot, setting depth of the casing or depth and top of liner, proposed cementing					

volume, and estimated top of cement

Brief description of the proposed drilling program and BOP program. Attach additional sheets if necessary.

The signature, printed name, and title of the person authorized to make this report. The date this report was signed and the telephone number to call for questions about this report.