UNITED S Form 3160-5 DEPARTMENT OF Gune 1990) BUREAU OF LANG	THE INTERIOR HEOL	FORM APPROVED  Budget Bureau No. 1004-0135  Expires March 31, 1993
SUNDRY NOTICES AND  Do not use this form for proposals to drill or a	to deepen or reentry to a different reservoir	5. Lease Designation and Serial No.
Use "APPLICATION FOR PE	OTO routing	6. If Indian, Allottee or Tribe Name
1. Type of Well	RIPLICATE	7. If Unit or CA, Agreement Designation
Oil Well Gas Well	Other	8. Well Name and No.
Name of Operator     Hallador Petroleum Company	(OGRID # 12672)	Horton # 4
3. Address and Telephone No. 1600 Lincoln St, Suite 2700 Denver, CO 80264	(303) 839-5504 x-317	30-045-60074  10. Field and Pool, or Exploratory
4. Location of Well (Footage, Sec, T. R., M, or Surve	y Description)	Blanco Mesaverde
Unit M, 990' FSL, 990' FWL, Sec 27, T32N - R12W		11. County or Parish, State San Juan County New Mexico
	NDICATE NATURE OF NOTICE, REPORT, O	
TYPE OF SUBMISSION	TYPE OF ACTIO	DN
Notice of Intent  Subsequent Report	Abandoment Recompletion Plugging Back	Change of Plans New Construction Non-Routine Fracturing
Final Abandonment Notice	Casing Repair Altering Casing Other	Water Shut-Off Converion to Injection Dispose Water (Note: Report results of multiple completion on Well
	y state all pertinent details, and give pertinent dates, including and measured and true vertical depths for all markers and	Completion or recompletion Report and Log Form) ng, estimated date of starting work.
REMEDIAL CEMENT REPAIR WORK WAS PE	RFORMED ON THIS WELL BEGINNING 03-2	4-2003.
PLEASE SEE THE ATTACHED SHEET FOR D	ETAILS.	1034 E 570
HALLADOR CONTACT TIM LOVESETH (303) 8	339-5504 x-317	
	1	
14. I hereby certify that the foregoing is tode and Signed:  Thomas E. Mullins (for Hallade	Title: Engineering Ma	
This space for federal or state office use	5 1 Gadieum Company)	Telephonal(SDS) 750R RECORI
Approved by: Conditions of approval if any	Title:	Date: J <u>UN () 3 2003</u>

Title 18 U.S.C. Section 1001, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, ficticious, or fraudulent statement.

or representations as to any matter within its jurisdiction

3-24-2003

Rode Key Energy Rig # 40 from Farmington yard. Well producing 65 MCFD. Notified BLM of impending remedial cement work. Raise Derrick & Rig up. Lock out Tag out well and meter. Kill tubing with 80bbls of water. Both casing valves are inoperable. ND Bonnet & Adaptor. Bolts in poor condition. Back out hanger studs, NU BOPE & Rig Floor. Continue attempt to blow down Casing. Strip tubing hanger into rubber and equalize 240# casing pressure through rubber. Flow to pit. Blow down well. Lay down 164 Jts of 2-3/8" tubing. 1 full perf jt & 1 - 3' perf sub. No nipple. MU 6-1/4" bit & scraper, 1jt & string float. PU & GIH w/ 60 jts, 1920' of new 2-3/8' 4.7# J-55 tubing. Secure well overnight.

3-25-2003

240# Casing Pressure, Blow down well. Finish picking up 2-3/8" new production tubing, & GIH w/ 6-1/4" Bit & Scraper. Work scraper last 300' above liner top. Tag Liner. COOH w/ Bit & Scraper, from liner top @ 4638', to last stand w/ inline check. Kill well through tubing 60 bbls water, install 2-1/16" gate valve on top of open 3" LP gate valve. Kill well through casing, 30 bbls water, pull Scraper & bit & LD same. MU & GIH w/ 7" model G RBP, while pumping 20 bbls water. Continue in hole, set RBP RBP ser @ 4566'. Open Bradenhead 60# pressure, steady flow gas to pit. Load casing with 180 +/- bbls water & Pressure Test Casing to 500 psi. Good test. Spot 35 gals sand on top of RBP, displace with 15 bbls, water. COOH w/RBP setting tool from 4566' RU Blue Jet. RIH w/ 3-1/8" Squeeze Gun. Perf 4 holes @ 2456', POOH. RD Blue Jet. PU 7" Cement retainer & GIH to 2430'. RU BJ Services. PT BJ Lines to 3500 psi. Pump 15 bbls to clear retainer. Set retainer @ 2430'. Test tubing to 2500 psi. Place 500 psi on Annulus. Establish rate below retainer w/ 30bbls water @ 2 BPM 700 psi, SD, Monitor flow off of Bradenhead, no change. Change Squeeze. Batch mix 7 bbls of 14.5 ppg, 1.43 yield, 39.3 ft3, 27 sxs cement, displace 8.5 bbls to retainer @ 2 BPM, SD, ISIP 300 psi, sting out of retainer, reverse out w/ 15 bbls, 2.5 bbls good cement. COOH w/ 37 stands of 2-3/8", secure well till AM.

3-26-2003

ND Stripping Head, RU Blue Jet. Run GR-CCL-CBL from 2422' to surface winder 500 psi. Significant cement present from 2100' to surface, top of cement @ 400'. Pump 40 bbls fresh water down bradenhead in attempt to modify log character. Repeat GR-CCL-CBL from 1220' to surface. No character change. Run Audio-CCL log from 2422' to surface. Blue Jet perforate 2nd set of squeeze 4 holes @ 1945'. POOH. RD Blue Jet. NU stripping head. PU 7" cement retainer, GIH on 2-3/8" tubing, Place retainer @ 1937'. RU BJ Services. PT BJ to 3500#, clear retainer w/ 8 bbls. Set retainer at 1937, PT tubing 2500#, 500# on annulus. Pump 5 bbls water, no circulation. SD. Batch mix cement to 14.5 ppg, 1.43 yield, pump 50 sxs (70.1 ft3), 12.5 bbls cement. Displace 6 bbls, SD. Holding pressure. Pump last 1.25 bbls @ 0.5 bpm 300#. Sting out of retainer, reverse 2 bbls cement to pit. RD BJ. COOH w/ 2-3/8" from 1937', LD stinger, close blinds & secure well until AM.

3-27-2003

Tally six - 3-1/8" Drill Collars. BH pressure 66 psi. SICP = zero. MU 6-1/4" WO bit, Sic 3-1/6" DCs, X-O. GIH w/ 53 jts 2-3/8 tubing. Tag up on cement and retainer. PU & RU power swivel. Dill on cement retainer, progress 1.5, recovery cement, some metal, all of rubber, progress is slow. Hang back power swivel. COOH w/ tubing & DCs. RU magnet on sand line with 1 jt of 2-3/8" tubing. RIH on sand line. Tag 2431', POOH. No recovery of any metal or slips. Secure well location. Wind steady @ 30+ MPH.

3-28-2003

BH 66 psi. PU Smith Jetted 6-1/4" WO bit, Boot Basket, & GIH w/ DC's & 2-3/8" tubing. RU Power Swivel. Drill remaining cement retainer. Dill 32' of good cement. Pressure test casing to 500 psi. Hold 15 minutes, good test. Hang back power swivel. GIH 7 more stands. Tag @ 2430'. Dill on cement retainer, making 1.5 feet. Hang back power swivel. COOH 7 stands above the 1st squeeze. Drain pumps and line. Secure well location.

3-29-2003

COOH w/ 2-3/8" & DCs. Empty boot basket, significant metal recovered. RU to run magnet on sand line. RIH w/ magnet. POOH. recover large piece of metal, which was slowing drilling progress. GIH w/ original 6-1/4" WO bit, empty boot basket, DCs, & 2-3/8" RU rig pump and lines. RU power swivel. Drill out 32' of cement and remains of retainer. Run 1 stand additional. Circulate hole clean. Pressure test casing to 350 psi. Hold pressure 15 min, good test. Lay down power swivel. COOH w/ 2-3/8". LD 6 DCs and boot basket on float. Secure well location.

3-31-2003

RIH w/ magnet on sandline. POOH slowly with sandline and magnet. Recover small pieces of metal, nothing significant. RU tongs and PU retrieving head for RBP. GIH 36 stands to 2380°. Unload hole with air to pit. GIH an additional 34 stands, tagging sand fill at 4548'. RBP @ 4566' (18' of cover). RU Baker swivel and unload hole with air. Run soap sweeps CO sand fill to RBP @ 4566', with air mist, run 5 bbl foam sweep. Shut off air. Pump 40 bbls water to equalize plug and provide cushion for release of plug. Release RBP, can move plug down, but plug is hanging approximately 20' above original depth. Pull up to 30K over string wt to attempt to release plug. Work to release RBP, easily released but does not pull above suspected casing collar at 4546°. Catches at the same spot each time. Reset RBP @ 4566°. COOH with setting tool. Secure well location.

4-1-2003

SM. SICP zero. BH pressure zero. Spot 4 buckets sand on top of RBP @ 4566'. PU tampered mill and GIH on 2-3/8" tubing. RU power swivel. Wash and work mill through casing collar area at 4546' +/-, Absolutely no torque. Hang back swivel. COOH with tapered mill. No wear. GIH w/ retrieving head on 2-3/8" tubing above RBP. RU swivel. Unload hole and circulate hole clean with air, engage and release RBP. Pull into same tight spot. Appears to be a metal piece and not a casing problem COOH with retrieving head. GiH w/ washover shoe, 4-1/2" boot basket and 2-3/8" tubing. RU power swivel. Unload hole with air obtain good circulation w/ air mist. Mill approximately 6" on top of RBP. Initially there was torque, torque went away after 15 min. Mill up metal on top of RBP. Pull above RBP and circulate clean with sweeps. Shut down air. LD one joint. Hang back swivel Shut-in and secure well location.

4-2-2003

RU tongs, LD swivel. COOH w/ shoe, boot basket, and mill on 2-3/8". BD tools. Check boot basket, no recovery. GlH w/ retrieving head on 2-3/8" tubing above RBP. RU swivel. Circulate with air package down over RBP. Pump 80 bbis water during equalization and release of RBP. Release RBP, pull into same spot 20' above original setting depth, can go down okay, but not up. Continue attempt to pull RBP, Reset RBP @ 4566'. LD2 jts. COOH w/ 48 stands 2-3/8". Extremely windy, gusting to 45 MPH.

4-3-2003

COOH w/ retrieving tool. PU Retrieving head, Six (6) 3-1/8" DCs, & Jars. GIH w/ 2-3/8" Tubing. PU Baker Swivel. Pump 30 bbls to equalize RBP. Engage RBP and Work Plug. Release RBP. Pull RBP to same tight spot. Set off Jars w/ 20K, Jar through collar. Repeat next 12 collars. COOH w/ RBP, RBP pulled 14K over for next 10 collars. Roughly correlates with Scraper work. Inspect RBP, No noticeable debris. Breakdown RBP. GIH w/ Six (6) DCs, and Lay Down Same. GIH w/ production tubing assembly as follows: Expendable Check, 1 jt 2-3/8", 1.78" SN, and 158 Jts 2-3/8" production tubing. Tag PBTD, No Fill at 5157'. Land 156 Jts Tubing @ 5099' SN @ 5066', Note Lock Down Pins Damaged, Could Not Remove | Tag PB ID, No Fill at 5157. Land 156 JB 1UDING @ 50595 SN @ 5056, Note Lock Down Pins Damaged, Could Not Remove Lockdown Pins left in the out position, Not holding hanger in place, Just Tubing weight. RD Floor, ND BOPE, NU WH. New 2-3/8° Bonnet & 2-1/16° Master Valve. RU Air Package to Tubing. Pump 5 bbls water, drop ball, and pump off check @ 700 psi, Continue circulating with Air at 700# to get well to unload. Well is flowing gas on casing, but has not unloaded. Continue pumping air down tubing to unload well. Still flowing gas on casing side but no water stug. Shut-In and Secure Well

4-4-2003

SM. SICP=310 psi, SITP= 310 psi. Bradenhead = Zero. Flow Casing to Pit. RU Air and Unload well on casing (40 bbls approximately) to pit. Complete RD of equipment. Trucks return Auxiliary Equipment to Town. Flow Tubing & Casing to Pit to remove Air from gas stream. Casing flowing well, Tubing may be loading up. Attempt to manifold WH into existing line. Missing some short nippies. Call Roustabout Crew. Will Connect WH to sales Line on Saturday AM and close out Flowback Pit. RD & Release Rig to Farmington Yard.

JJT 5-20-03 //4 m