Form 3160-5 (June 1990)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED Budget Bureau No. 1004-0135

Expires: March 31, 1993

5. Lease Designation and Serial No. NM 19859

SUNDRY NOTICES	SAND	REPORTS	ON	WELLS	
----------------	------	---------	----	-------	--

6. If Indian, Allottee or Tribe Name Do not use this form for proposals to drill or to deepen or reentry to a different reservoir. Use "APPLICATION FOR PERMIT—" for such proposals 7. If Unit or CA, Agreement Designation SUBMIT IN TRIPLICATE 1. Type of Well 8. Well Name and No. Oil Well X Gas Well Bell Lake 11 Federal 2. Name of Operator 9. API Well No. Hallwood Petroleum, Inc. 30-025-26729 3. Address and Telephone No. 10. Field and Pool, or Exploratory Area P.O. Box 378111, Denver, CO 80237

4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Vaca Draw Wolfcamp 11. County or Parish, State Unit B 660' FNL & 1980' FEL Section 11, T25S, R33E Lea, New Mexico CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA 12. TYPE OF ACTION TYPE OF SUBMISSION Change of Plans X Notice of Intent Abandonment New Construction Recompletion Non-Routine Fracturing Plugging Back Subsequent Report Water Shut-Off Casing Repair Conversion to Injection Altering Casing Final Abandonment Notice Dispose Water (Note: Report results of multiple completion on Well pletion or Recompletion Report and Log form.) 13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)* Hallwood plans are to reperforate the Atoka Zone (13,684-6931) and install coil tubing. Based on calculations, production variations and the oil production curve for this well, Hallwood believes this well is a classic case of "loading up" and plans the installation of 1 1/2" coiled tubing to improve the Production and profitability. Please see attached for procedures. 14. I hereby certify that the foregoing is true and dolrect

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction

Title

(This space for Federal or State office use)
Orig. Signed by Shahnon J. Shaw

Production Technicial

PETROLEUM ENGINEER

BELL LAKE 11 FEDERAL #1

Procedure

- 1) MIRU Wireline. RIH w/a gauge ring on sinker bars to 13,700'. May want to consider cutting paraffin in the top 3000' if there is any indication of it.
- 2) RIH w/thru-tubing guns and reperforate the Atoka at 13,684-13,693' with maximum premium charges, 4 spf at 90 or 120-degree phasing (if possible). Correlate to the Welex-Micro-Seismogram Log-Cased Hole Log run on 7/15/80. Because of the well depth, run a Gamma Ray Strip to insure "on-depth".
 - NOTE: Per Baker book, 2 7/8" tubing with 6.48#/ft plain end weight & 7.9#/ft nominal weight, Hydril PH-6 has a 2.265" ID.
- 3) Flow well, put on compression for 15-24 hours to clean up.
- 4) MIRU Cudd Unit and RIH with pump out plug and 1 1/2" coiled tubing.
- 5) Land tubing at or near top perf, flange up new hanger.
- 6) Jet well with Nitrogen.
- 7) RD Cudd and produce well.
- 9) Report daily production for 7-14 days.