

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB NO. 1004-0135
Expires: November 30, 2000

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE - Other instructions on reverse side

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. NM-81219 If Indian, Allottee or Tribe Name If Unit or CA/Agreement, Name and/or No. 8. Well Name and No. Old Ranch Canyon #3 "7" Federal 9. API Well No. 30-015-31152 10. Field and Pool, or Exploratory Area Indian Basin (Upper Penn) Associated 11. County or Parish, State Eddy NM
2. Name of Operator Santa Fe Snyder Corporation		
3a. Address 550 W. Texas, Suite 1330, Midland, TX 79701	3b. Phone No. (include area code) 915/686-6612	
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Surface: (F), 1549' FNL and 1498' FWL, Sec. 7, T-22S, R-24E Bottom-hole: (H), 1980' FNL and 990' FEL		
12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA		

TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other <u>Spud and set casing</u>
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the final site is ready for final inspection.)

5/16/00: Spud 12-1/4" hole. Drilling ahead.

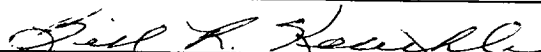
5/20/00: TD 12-1/4" hole at 1625'. RU csg crew and ran 36 jts. 9-5/8" casing set at 1620', FC @ 1572'. RU Halliburton and cemented with 200 sx Cl "H" w/ add. followed by 300 sx Cl "C" 35:65:6. Bumped plug, cmt did not circ. Tail w/ 200 sx Cl C + 2% CaCl. WOC. Run temp survey. PU 1" tbg and tag cmt at 495'.

5/21/00: RIH w/ 1" pipe and pumped 430 sx Cl "C" + 5% CaCl2 in 4 stages. Circ'd 5 sx to pit. RD and released rig at 6:00 a.m. Waiting on bigger rig.

5/08/00: MIRU McVay Rig #8.

5/09/00: Preparing to drill.

~~5/10/00: NU BOP. Test blind rams, pipe rams, and manifold to 3000 psi, held okay. TTH w/ BHA. Resume~~

14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Bill R. Keathly	Title Regulatory Specialist
	Date July 7, 2000

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by	Title	Date
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.	Office	