

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
Budget Bureau No. 1004-0135
Expires July 31, 1996

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 type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. NM-83054
2. Name of Operator Santa Fe Energy Resources, Inc.		6. If Indian, Allottee or Tribe Name
3a. Address 550 W. Texas, Suite 1330, Midland, TX 79701	3b. Phone No. (include area code) 915-686-6612	7. If Unit or CA/Agreement, Name and/or No.
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) (D), 1026' FNL & 409' FWL, Sec. 18-22S-26E Corrected Bottomhole Location: (C), 828.5' FNL & 2045.6' FWL, Sec. 18-22S-26E		8. Well Name and No. Farewell "18" 1 Fed. Com.
		9. API Well No. 30-015-28303
		10. Field and Pool, or Exploratory Area Undesignated (Strawn)
		11. County or Parish, State Eddy NM

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" 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 type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input checked="" 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 recompletes 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 recompletion 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.)

This report is being filed to complete your records.

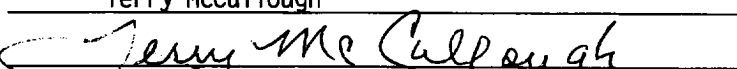
5/07/96: Set plug in 1.78" profile in on-off tool @ 11,293'. Test plug to 3000 psi, held ok. Morrow perfs 11,407' - 11,668' plugged off.

5/08/96: Run CBL 9,500' - 10,500'.


5/09/96: Spot 500 gals 15% NEFE HCl @ 10,074'. Set pkr @ 9,901' & test casing to 500 psi. ND BOP, NU tree and shut well in.

5/10/96: Swab FL down in tbg to 7,000' from surface. Perforate Strawn @ 10,068' - 10,074' w/ 1-11/16" strip gun, 2 SPF (14 holes), no response. Load tbg w/ 27 bbls 2% KCl water and pump 500 gals of spot acid away. Break down @ 3,450 psi, 1 BPM, max pressure 4,810 psi @ 3.3 BPM. Have 54 bbls of load to recover. Made 12 swab runs, rec 59 bbls water w/ slight blow on tbg. Initial FL @ surface. FFL @ 511'.

5/11/96" Pmp'd 2500 gals 15% HCl. Flow back 15 bbls. Made 12 swab runs to 4,000', rec 85 bbls. Picked up heavy mud and/or cement on last 2 runs.

14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Terry McCullough	Title Sr. Production Clerk
	Date February 19, 1999

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	

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.

(Instructions on reverse)