

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

N.M. Oil & Gas Division

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 checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. 2834
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) (K), 2045' FSL and 2200' FWL, Sec. 5, T-22S, R-24E		8. Well Name and No. Nagooltee Peak "5" Federal #5
		9. API Well No. 30-015-30558
		10. Field and Pool, or Exploratory Area Indian Basin (Upper Penn) Assoc.
		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 type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete
	<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
			<input type="checkbox"/> Water Shut-Off
			<input type="checkbox"/> Well Integrity
			<input checked="" type="checkbox"/> Other Ran casing and released rig

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 recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent intervals 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.)

3/28/99: TD 8-3/4" hole at 5:00 p.m. MST, depth 8524'. Circ for logs.

3/29/99: RU loggers, log. Circ btms up. LD DP & DCs. RU csg crew. Begin running 7" csg.

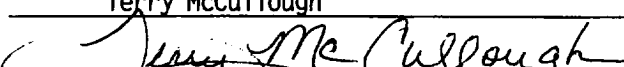
3/30/99: Ran total of 187 jts 7" 26.0# K-55 casing and set at 8524'. DV tool set at 5019'. Halliburton and pumped 500 gals Superflush-102. Cemented 1st stage w/ 400 sx C1 "H" + 5# gilsonite, 0.4% Halad 344, 0.3% CFR.3, and 3# salt followed by 100 sx C1 "H" Neat. Plug down at 3:15 a.m. Open DV tool at 5019'. Circ for 2nd stage. Cemented 2nd stage w/ 285 sx Interfill "C" followed by 50 sx C1 "H" Neat. ND BOPs & set slips. Cut casing off and install tubing head. Jet and cleanouts. Released rig at 10:00 p.m. MST. Waiting on completion unit.

RECEIVED  
OCD ARTESIA  
MAY 04 1999

ACCEPTED FOR RECORD

MAY 04 1999

BLM

14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Terry McCullough	Title Sr. Production Clerk
	Date 4/28/99

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by (ORIG SGD) GARY GOURLEY	PETROLEUM ENGINEER	Date MAY 04 1999
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.

