Form 3160-5 (June 1990)

Approved by

Conditions of approval, if any:

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED

Budget Bureau No. 1004-0135

Expires: March 31, 1993

Expires: March 31, 1993 **BUREAU OF LAND MANAGEMENT** 5. Lease Designation and Serial No. SUNDRY NOTICES AND REPORTS ON WELLS NM-43744 Do not use this form for proposals to drill or to deepen or reentry to a different reservoir. 6. If Indian, Allottee or Tribe Name Use "APPLICATION FOR PERMIT - " for such proposals 7. If Unit or CA, Agreement Designation SUBMIT IN TRIPLICATE 1. Type of Well X Oil Well 8. Well Name and No. 2. Name of Operator Sterling Silver Santa Fe Energy Operating Partners, L.P. 34 Federal #5 9. API Well No. 3. Address and Telephone No. 30-015-28240 550 W. Texas, Suite 1330, Midland, TX 79701 (915) 687-3551 10. Field and Pool, or exploratory Area 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) (N), -330' FSL and 2310' FWL, Sec. 34, T-23S, R-31E Ingle Wells (Delaware) 1980 11. County or Parish, State Eddy Co., NM CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA 12. TYPE OF SUBMISSION TYPE OF ACTION Notice of Intent Abandonment Change of Plans Recompletion **New Construction** Subsequent Report Plugging Back Non-Routine Fracturing Casing Repair Water Shut-Off Final Abandonment Notice Altering Casing Conversion to Injection Other Ran casing string : Report results of multiple completion on Well Completion 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.)* 01/27/95: Depth 4225'. RU and ran 95 jts 8-5/8" 32# J-55 ST&C casing and set at 4225'. FC @ 4158'. Cemented w/ 1125 sx "C" Lite (35:65:6) containing 9 pps salt and 1/4 pps cello-seal. Tail w/ 200 sx Cl "C" + 2% CaCl2. Plug down at 10:00 p.m. MST. Circ'd 145 sx to pit. 01/28/95: WOC. ND Hydril and cut off 13-3/8" & 8-5/8" and weld on head. NU BOP. Test blind rams and BOP to 1500 psi, ok. WOC. 01/29/95: WOC total of 26 hours. Resume drilling operations. Title Sr. Production Clerk

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

Title