NM OIL CONS COMMISSION Drawer DD Artesia, NM 88210



Form 3160-5 (June 1990)

or representations as to any matter within its jurisdiction.

UNITED STATES DEPARTMENT OF THE INTERIOR

FORM APPROVED Budget Bureau No. 1004-0135 Expires: March 31, 1993

NM-57273

BUREAU OF LAND MANAGEMENT 5. Lease Designation and Serial No. SUNDRY NOTICES AND 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 APR 24 1994 SUBMIT IN TRIPLICATE 1. Type of Well X Oil Well 8. Well Name and No. Palladium "7" Federal #1 2. Name of Operator 9. API Well No. Santa Fe Energy Operating Partners, L.P. 30-015-27890 3. Address and Telephone No. 10. Field and Pool, or Exploratory Area 550 W. Texas, Suite 1330, Midland, Texas 79701 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Undesignated (Delaware) 11. County or Parish, State (A), 610' FNL and 760' FEL, Sec. 7, T-24S, R-31E Eddy Co., NM CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF ACTION TYPE OF SUBMISSION Change of Plans Notice of Intent Abandonment Recompletion **New Construction** Subsequent Report Non-Routine Fracturing Plugging Back Water Shut-Off Casing Repair Final Abandonment Notice Altering Casing Conversion to Injection XX Other Spud & set casing Dispose Water (Note: 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.)* 3/24/94: Spud 17-1/2" hole at 6:30 p.m. MST. Drlg. Depth 581'. RU and ran 13 jts 13-3/8" 48# H-40 ST&C casing and set at 581'. Cemented w/ 350 sx C1 C containing 4% gel, 2% CaCl2, & 1/4 pps cello-seal. Tail w/ 300 sx Cl C + 2% CaCl2. Plug down at 11:32 a.m. MST. Circ'd 363 sx to pit. WOC. 3/26/94: Cut off casing and weld on head. Test head to 600 psi, ok. NU hydril and rotating head. PU BHA and TIH. WOC total of 24 hours. Test casing to 600 psi, ok. Resume drilling operations. Depth 4230'. RU and ran 98 jts 8-5/8" 32# J-55 ST&C casing and set at 4230'. Cemented w/ 1500 sx C-Lite containing 9 pps salt & 1/4 pps cello-seal. Tail w/ 500 sx Cl C + 2% CaCl2. Circ'd 265 sx to pit. Plug down at 6:30 a.m. Cut casing off and weld on head. Test head to 1000 psi, ok. NU BOP. WOC. NU choke manifold. Test BOP and choke manifold to 5000 psi, ok. PU BHA 4/02/94: and TIH. WOC total of 24 hours. Test casing to 1500 psi, ok. Resume drilling operations. Sr. Production Clerk Date April 5. 1994 Title ACCEPIED FOR RECORD Title Approved by _______ Conditions of approval, if any: 2 2 1994 Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to nt or agency of the United States any false, fictitious or fraudulent statements