5. LEASE

Form Approved. Budget Bureau No. 42-R1424

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY

DEPARTMENT OF THE INTERIOR GEOLOGICAL SURVEY	6. IF INDIAN, ALLOTTEE OR TRIBE NAME
SUNDRY NOTICES AND REPORTS ON WELLS  (Do not use this form for proposals to drill or to deepen or plug back to a different reservoir. Use Form 9-331-C for such proposals.)	7. UNIT AGREEMENT NAME
1. oil gas	8. FARM OR LEASE NAME Federal 7
well well other  2. NAME OF OPERATOR	9. WELL NO. 1
Laguna Petroleum Corporation	10. FIELD OR WILDCAT NAME
3. ADDRESS OF OPERATOR Suite 370	Waper [780 Drinkard)
One Marienfeld Place, Midland, TX 7970 4. LOCATION OF WELL (REPORT LOCATION CLEARLY. See space 17 below.)	111. SEC., T., R., M., OR BLK. AND SURVEY OR AREA 7-215-38E
AT SURFACE: 660' FNL & 990' FWL,D,7,21S, AT TOP PROD. INTERVAL: AT TOTAL DEPTH:	12. COUNTY OR PARISH 13. STATE Lea New Mexico
	14. API NO.
16. CHECK APPROPRIATE BOX TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA	15 CLEVATIONS (OLIOW DE VOD AND
	15. ELEVATIONS (SHOW DF, KDB, AND WD) 3534.8 GR
SHOOT OR ACIDIZE  REPAIR WELL  PULL OR ALTER CASING   MULTIPLE COMPLETE  CHANCE ZONES	Spud, set surface pipe and test csg.  (NOTE Report results of multiple completion or zone change on Form 9-330.)
ABANDON* GEOLOGIC	
(other) ASC MEETINGS	
17. DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly state including estimated date of starting any proposed work. If well is d measured and true vertical depths for all markers and zones pertinent 8/13/81 Moved in and rigged up Rig 8/14/81-8/15/81 Repaired rig.	irectionally drilled, give subsurface locations and it to this work.)*  Co. Rig #202
8/16/81 Spudded 14 3/4" hole at 6:	35 p.m. 8/16/81
w/4% gel followed by 200 s Cement circulated. WOC 8 8/18/81 NU wellhead. Drilled out	. 8 5/8" 24# ST&C K-55 csg. in cemented w/630 sxs class "c" xs class "c" w/2% CaCl. hrs. cement. Tested csg. Did not hold. csg. head. Tested to 1000# for
Subsurface Safety Valve: Manu. and Type	Set @ Ft.
18. I hereby certify that the foregoing is true and correct	
SIGNED VICE President	dentage August 20 1981
John Peters (This space for Federal or State offi	DATE MANAGED TO 1 1701
APPROVED BY TITLE TITLE	DATE
• See Instructions on Reverse S	Side