

LEASE & WELL

Gaucho Unit #1

LOCATION

Sec. 29, T-22-S, R-34-E
(Give Unit, Section, Township and Range)

Unit G 1650/W & 1650/E

OPERATOR

Santa Fe Energy

Res. Inc.

30-025-33440

DRILLING CONTRACTOR

NABORS DRILLING USA, INC.

The Undersigned hereby certifies that he is an authorized representative of the drilling contractor who drilled the above-described well and that he has conducted deviation tests and obtained the following results:

DEGREES @ DEPTH	DEGREES @ DEPTH	DEGREES @ DEPTH	DEGREES @ DEPTH
1/2 @ 141	3/4 @ 3790	2 1/2 @ 10651	
3/4 @ 337	1/4 @ 3978	2 3/4 @ 10798	
3/4 @ 532	1 @ 4265	2 1/4 @ 10891	
1 @ 804	1 /4 @ 4877	2 @ 11022	
1 1/4 @ 959	1 @ 5380	2 1/2 @ 11253	
2 @ 1148	1 @ 5866	1 @ 11303	
1 1/2 @ 1339	3/4 @ 6366	2 @ 11404	
1 1/2 @ 1497	3/4 @ 6850	2 1/4 @ 11606	
1 3/4 @ 1746	3/4 @ 7302	2 @ 11838	
2 @ 2249	1 1/4 @ 7777	1 1/4 @ 12515	
1 3/4 @ 2502	3/4 @ 8247	1 3/4 @ 12678	
1 3/4 @ 2753	1 1/4 @ 8743	1 3/4 @ 13541	
2 1/4 @ 3003	1 @ 9583	3/4 @ 14200	
2 1/4 @ 3250	3/4 @ 9833		
2 @ 3500	3/4 @ 10121		

Drilling Contractor

Nabors Drilling USA, Inc.

By

Jimmy Stroud

Subscribed and sworn to before me this 26th day of September, 1996.

Bernice K. Holder
Notary Public

My Commision Expires

MIDLAND

County

TEXAS

