Form 3160-5 FORM APPROVED **UNITED STATES** (June 1990) Budget Bureau No. 1004-0135 DEPARTMENT OF THE INTERIOR Expires: March 31, 1993 BUREAU OF LAND MANAGEMENT 5. Lease Designation and Serial No. NM-96050 SUNDRY NOTICES AND REPORTS ON WELLS 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 Oil Well X Gas 8. Well Name and No. Gaucho Unit 2. Name of Operator No. 1 Santa Fe Energy Resources, Inc. 9. API Well No. 3. Address and Telephone No. 30-025-33440 550 W. Texas, Suite 1330, Midland, TX 79701 915-686-6614 10. Field and Pool, or exploratory Area 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) (G), 1650' FNL & 1650' FEL, Sec. 29, T-22S, R-34E Wildcat 11. County or Parish, State 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 Ran csq string 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.)* 6/13/96: Depth 4889'. RU casing crew and ran 110 jts 10-3/4" 45.5# S-80 BT&C casing. Set casing at 4889', FC at 4840'. Lead cement w/ 2300 sx Cl "C" 50:50: POZ containing 10% gel, 5% salt, and 1/4 pps Flocele. Tail w/ 400 sx Cl "C" +2% CaCl2. Plug down at 1:00 p.m. Circulated 388 sx to pit. WOC. DC's and TIH. Test BOP, manifold, kelly valves, all ok. 6/15/96: Cut drlg line. Install rotating head. Test casing to 1500 psi, ok. Resume

6/14/96: Cut casing off and weld on head. NU BOP. Test BOP and valves to 3000 psi, ok. PU

drilling operations.

4. Phereby certify that the foregoing is true and conject Signed Little Sr. Production Clerk	Date June 18, 1996
(This space for Federal of State office use) Approved by Title Conditions of approval, if any:	Date

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.