Fərm 3160-3	S.	OPER, OGA	irs and	20205	COLON	/www 10-2-96	
(July 1992)	ÜNI	PROPERTY		20305		OMB NO. 1004-0136	
	DEPARTMEN			18978	*188240	Expires: February 28, 1995	
	BUREAU OI	POOL CODE		-V		5. LEASE DESIGNATION AND SERIAL NO. NM-69596	
API	PLICATION FOR F	EFF. DATE		14 196		6. IF INDIAN, ALLOTTER OR TRIBE NAME	
1a. TYPE OF WORK		API NO. 38	-02	5-33682			
b. Type of well	DRILL X			× 63-	- in 35	7. UNIT AGREEMENT NAME	
OIL	WELL X OTHER		2	IINGLE X MU	LTIPLE (6. FARM OR LEASE NAME, WELL NO.	
2. NAME OF OPERATOR	R gy Resources, Inc.			Antane	TALL E (1.2)	Gaucho Unit #2	
3. ADDRESS AND TELEPHONE						9. AM WELL NO.	
	Suite 1330; Midlan	d, Texas 793	701	(915)682-63	73	10. FIELD AND POOL, OR WILDCA	
4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.*) At surface						North Bell Lake - Morrow	
(K) 1650' FSL & 1650' FWL						11. SEC., T., R., M., OR BLK. AND SURVEY OR AREA	
At proposed prod.	zone				:	Sec. 29, T-22-S, R-34-E	
14. DISTANCE IN MIL	ES AND DIRECTION FROM NEW	EST TOWN OR POS	T OFFIC	20.0		12. COUNTY OR PARISH 13. STATE	
20 miles west	of Jal, New Mexico					Lea New Mexico	
15. DISTANCE FROM P. LOCATION TO NEA	REST		16. N	O. OF ACRES IN LEASE		F ACRES ASSIGNED	
PROPERTY OR LEA (Also to Dearest 18. DISTANCE FROM 1	drlg. unit line, if any)	990′		320		320	
TO NEAREST WELL OR APPLIED FOR, ON	19. PROPOSED DEPTH NA 13600'		20. ROTAL	ROTATY			
	whether DF, RT, GR, etc.)		<u> </u>			22. APPROX. DATE WORK WILL START*	
3426' GR						October 25, 1996	
23.		PROPOSED CASI	NG AN	D CEMENTING PROG	RAM		
SIZE OF HOLE	GRADE, SIZE OF CASING	WEIGHT PER FOOT SET		SETTING DEPTH		QUANTITY OF CEMENT	
17 1/2"	H-40 13 3/8"	48.0		800'	850	sx to circulate	
12 1/4" 8 3/4"	K-55 9 5/8" S-95 & P-110 7"	40.0		5000′		1550 sx to circulate	
6 1/8"	S-95 & P-110 7" S-95 4 1/2"	26.0 13.5		11800'		800 sx to TOC @ 6000' 225 sx (circ to liner top)	
productive, plugged and programs as Drilling Pr Exhibit Exhibit	ogram A - Operations Plan B - BOP and Choke S	l be run to mer consist d Gas Order chematic 5-	TD. ent v No.	If non-production of the second secon	ctive, the equiations in the foliation of the two two the two two the two	well will be . Specific collowing attachments: po Map at Location o Showing Existing Wells	
	B(A) - BOP and Chok C - Drilling Fluid		10-1			- Plat of Location Ll Site Layout	
	D - Auxiliary Equip	_				l Operations Plan	
restriction described a	s concerning operat	. accepts a ions conduc	ted o	oplicable terms on the leased l Bond File No.	and or po		
		roposal is to deepen				new productive zone. If proposal is to drill or	
epen directionally, give p	pertinent data on subsurface location	s and measured and tr	ue vertic	al depths. Give blowout pr	eventer program, i	fany.	
signed	J. Phil Sten	lan) tit		t for Santa Fe		DATE 9-30-96	
(This space for F	ederal or State office use)				-		
PERMIT NO.	***************************************			APPROVAL DATE			
Application approval de CONDITIONS OF APPRO		icant holds legal or eq	uitable tii	tle to those rights in the subj	ect lease which wo	uld entitle the applicant to conduct operations there	
	(ORIG. SGD.) TONY L. F	ERGUSON		ADM, i	MINERALS		
APPROVED BY		TITLE .				DATE	
		*See Instruc	tions	On Reverse Side			