Form 3160-5 (June 1990)

UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

N.M. Oil Pons. Divisi	sion
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FORM APPROVED Budget Bureau No. 1004-0135 Expires: March 31, 1993

5. Lease Designation and Serial No.

RECENED NM-69596 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 SUBMIT IN TRIPLICATE 1. Type of Well Oil Well X Gas 8 Well Name and No. Gāucho Unit No. 2-Y 2. Name of Operator Santa Fe Energy Resources, Inc. 9. API Well No. 3. Address and Telephone No. Not yet assigned 550 W. Texas, Suite 1330, Midland, TX 79701 915/687-3551 10. Field and Pool, or exploratory Area 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) (K), 1650' FSL & 1725' FWL. Sec. 29. T-22S. R-34E Wildcat (Morrow) 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 Ahandonment 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 Soud & 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.)*

4/4/97: Spud 17-1/2" hole at 12:00 a.m. Drilling.

4/6/97: TD 17-1/2" hole @ 1759'. Circ for casing.

4/7/97: RU casing crew and ran 19 jts 13-3/8" 61.0# J-55 ST&C & 22 jts 13-3/8" 54.5# J-55 ST&C casing (total of 41 jts) and set at 1759'. Cemented 1st stage w/ 1500 sx Cl "C" containing 6% gel, 2% CaCl2, 1/4 pps Gilsonite, and 1/4 pps Celloflake. Cement 2nd stage w/200 sx Cl "C" + 2% CaCl2. Plug down at 3:30 p.m. MST. Circ'd 350 sx to surface. WOC, clean cellar and FL. Cut casing off.

4/8/97: Weld on head, test. NU BOP, clean flowline. Test BOP and casing to 500 psi. PU BHA and TIH. WOC a total of 24 hrs. Resume drilling operations. Drlg plug & cmt.

Conditions of approval, if any:	A INV	JUN 1 2 1997
(This space for Federal of State office use) Approved by	Title	
Signed Signed	Willough Title Sr. Production Clerk	

or representations as to any matter within its jurisdiction.