

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

N.M. OIL CONS. COMMISSION
P.O. BOX 1980
HOBBS, NEW MEXICO 88240
FORM APPROVED
Expires: March 31, 1993

SUNDRY NOTICES AND REPORTS ON WELLS

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

SUBMIT IN TRIPLICATE

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other	5. Lease Designation and Serial No. NM-68084
2. Name of Operator Santa Fe Energy Resources, Inc.	6. If Indian, Allottee or Tribe Name
3. Address and Telephone No. 550 W. Texas, Suite 1330, Midland, TX 79701 915/687-3551	7. If Unit or CA, Agreement Designation
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) (C), 660' FNL & 1980' FWL, Sec. 7, T-24S, R32E	8. Well Name and No. Mesa Verde 7 Federal #2
	9. API Well No. 30-025-32399
	10. Field and Pool, or exploratory Area Mesa Verde (Bone Spring) Mesa Verde (Delaware)
	11. County or Parish, State Lea NM

12. CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Abandonment
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Recompletion
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Plugging Back
	<input type="checkbox"/> Casing Repair
	<input type="checkbox"/> Altering Casing
	<input checked="" type="checkbox"/> Other <u>Downhole commingle</u>
	<input type="checkbox"/> Change of Plans
	<input type="checkbox"/> New Construction
	<input type="checkbox"/> Non-Routine Fracturing
	<input type="checkbox"/> Water Shut-Off
	<input type="checkbox"/> Conversion to Injection
	<input type="checkbox"/> 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.)*

It is planned to downhole commingle the Delaware formation (perfs 8175'-8187') and Bone Spring (perfs 8532'-8550') in the subject well.

The Delaware formation is currently producing and Bone Spring perfs are isolated with a retrievable bridge plug set at 8483'.

Upon approval of the attached Application for Downhole Commingling, it is planned to pull the bridge plug and begin commingling the two intervals.

SUBJECT TO
LIKE APPROVAL
BY STATE

DHC-1175

14. I hereby certify that the foregoing is true and correct
Signed Shannon J. Shaw Title Sr. Production Clerk Date November 6, 1995

(This space for Federal or State office use)

Approved by Shannon J. Shaw

Title

PETROLEUM ENGINEER

Date

12/7/95

Conditions of approval, if any: