FORM 160-5 (June 1990)

UNITE TATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT N.M. OII Cons L Sion Budget Bureau No. 1004-0135 1625 N. French Dr. Expires: March 31, 1993 Hobbs, NM 88240 Se Designation and Serial No.

| SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to deepen or reenter a different reservoir. Use "APPLICATION FOR PERMIT -" for such proposals | | NM 96249 |
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| | | 6. If Indian, Allottee or Tribe Name |
| | | 7. If Unit or CA, Agreement Designation |
| SUBMIT IN T | RIPLICATE | |
| 1. Type of Well | | 8. Well Name and No. |
| X Oil Gas Well Other | type other description or delete | Kukui "31" #1 |
| | | 9. API Well No. |
| 2. Name of Operator | | 30-025-35861 |
| Ocean Energy, Inc. | | 10. Field and Pool, or Exploratory Area |
| 3. Address and Telephone No. | | Morrow:Morrow |
| 1001 Fannin, Suite 1600, Houston, TX 77002 (713) 265-6834 | | 11. County or Parish, State |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 1290' FNL & 1980' FEL of Lot B, Sec. 31, T14S, R35E | | Lea County, NM |
| 12. CHECK APPROPRIATE | BOX(es) TO INDICATE NATURE OF NOTIC | E, REPORT, OR OTHER DATA |
| TYPE OF SUBMISSION TYPE OF ACTION | | OF ACTION |
| work. If well is directionally drilled, give subsurfac | e locations and measured and true vertical depths | and Log form.) tes, including estimated date of starting any proposed |
| 4-1-02 Spud with Greywolf Rig 33 using 17-1/2" bit. | | |
| 4-2-02 Drill to 450' and run 10 jts 13-3/8" 48# H-40 csg, set @ 450'. Cmtd w/BJ using 492 sx Cl C + additives. Bumped | | |
| to plug to 600 psi, floats held, circ 64 sx to surface, full circ. WOC 27 hrs, test csg to 500 psi - OK. Drill from 450' to 5/25/02 6255' w/11" bit. Ran 144 jts 8-5/8" 32# HCK-55 LTC csg & set @ 6248'. Cemented w/BJ using 2575 sx 35:65:5% gel + | | |
| additives, tail w/200 sx Cl C neat. Dissurface w/full circ. WOC 18 hrs, test of from TD to 6250'. Took SWC's & rand 17# L-80 LTC to 13,560'. RU BJ & pu | splace w/375 bbls fresh water, bumped plug to 208 csg to 1500 psi. Drilled and surveyed from 6248' t RFT's across Wolfcamp formation. Ran 5-1/2" ca Imped 150 bbls of 150 SCF N2/bbl mud ahead. C | 50 psi, floats held, circ 215 sx to o TD of 13560'. Ran Triple Combo log using, 138 jts 17# P-110 LTC & 172 jts emented w/1150 sx Super C modified additives; |
| tail w/275 sx Cl H + additives. Reciprocated casing during cment job. Bumped plug w/313 bbls fresh water to 2400 psi, floats held. | | |
| RIG RELEASED 5/25/02. Test wellhead to 5000 psi. | | |
| 14. I hereby certify that the foregoing is true and correct | | |
| Signed Line McMillan | Title Regulatory Speciali | 1600 |
| (This space for Federal or State office use) | JU | 2.0 |
| Approved by | Title | 2 4 2002 Date |
| Conditions of approval, if any: | Do. G.4.5 | |

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.