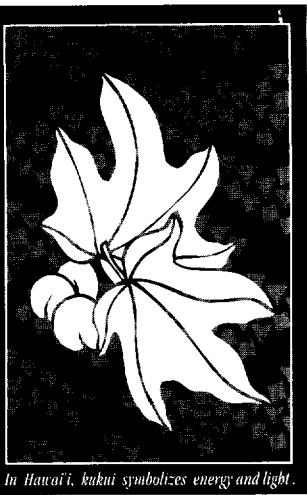


Brooks

KUKUI Operating Company

RECEIVED
OCT 11 PM 1:31

October 7, 2002



NM Oil Conservation Division
1220 S. St. Francis Drive
Santa Fe, NM 87505

Non-Consenting Working Interest Owners
(Address List Attached)

RE: **Case No. 12773**
Order No. R-11735
DeGas 6 State Com #1
Lea County, New Mexico

Gentlemen:

As required by the subject Order, enclosed is an itemized statement of the actual cost incurred to date on the subject well. Cost incurred to date total \$1,384,674.74. Additional cost may be incurred in an effort to improve the rate of production by fracture stimulation. A decision regarding this procedure should be made within the next few weeks.

Please call me if you have any questions regarding the enclosed material.

Yours very truly,



Steve Sandlin
Vice President-Land

Enclosure

rm\land\DeGas 6-Case #12773-Total Cost

NM Oil Conservation Division
October 7, 2002
Page 2

Non-Consenting Working Interest Owners:

Texas Commerce Bank
Armstrong Trust-Acct. #99-149600
P. O. Box 1959
Midland, TX 79701

The W. A. Yeager Group
214 W. Texas Ave., Suite 200
Midland, TX 79701

Brian H. Scarborough
P. O. Box 2474
Midland, TX 79702

Dalco Petroleum, L.L.C.
P. O. Box 1904
Lovington, NM 88260

Account	Trans.	Reference			Gross		Net	
Main Sub	Date	Src	Voucher	Description	Volume	Amount	Volume	Amount
210	15	Legal/other professional fees						
Acr:05/01	05/30/01	AP	8009545	Legal/other professional fees	0.00	3,193.00	0.00	1,915.80
210	15	Subtotal			0.00	3,193.00	0.00	1,915.80*
210	Leasehold Costs		KOC	Account Total	0.00	3,193.00	0.00	1,915.80**
Well Total					0.00	3,193.00	0.00	1,915.80**

Account		Trans.	Reference		Gross		Net	
Main Sub	Date	Src Voucher	Description		Volume	Amount	Volume	Amount
210	15	Legal/other professional fees		Prior Bal.	0.00	0.00	0.00	0.00
				Current Per	0.00	3,193.00	0.00	1,915.80
				Subtotal	0.00	3,193.00	0.00	1,915.80*
210		Leasehold Costs	KOC	Account Total	0.00	3,193.00	0.00	1,915.80**
Company Total (All Wells)					0.00	3,193.00	0.00	1,915.80**

Account	Trans.	Reference		Gross		Net	
Main Sub	Date	Src Voucher	Description	Volume	Amount	Volume	Amount
210 15	Legal/other professional fees						
			Prior Balance	0.00	3,193.00	0.00	1,915.80
Acr:12/01	12/01/01	AP 8011458	Legal/other professional fees	0.00	9,150.00	0.00	5,490.00
Acr:03/02	03/31/02	AP 8012132	Legal/other professional fees	0.00	450.00	0.00	270.00
Acr:04/02	04/30/02	JE 7112265	Prior to 12/01 JIB Exps	0.00	-3,193.00	0.00	-1,915.80
Acr:04/02	04/30/02	JE 7112265	Prior to 12/01 JIB Exps	0.00	3,193.00	0.00	890.95
Acr:04/02	04/30/02	JE 7112266	12/01 JIB Exp to New WI Owners	0.00	-9,150.00	0.00	-5,490.00
Acr:04/02	04/30/02	JE 7112266	12/01 JIB Exp to New WI Owners	0.00	9,150.00	0.00	2,553.13
210 15	Subtotal			0.00	12,793.00	0.00	3,714.08*
210 25	Business meals						
Acr:03/02	03/31/02	AP 8012040	Business meals	0.00	14.75	0.00	8.85
Acr:04/02	04/30/02	JE 7112269	3/02 JIB Exps to New WI Owners	0.00	-14.75	0.00	-8.85
Acr:04/02	04/30/02	JE 7112269	3/02 JIB Exps to New WI Owners	0.00	14.75	0.00	4.12
210 25	Subtotal			0.00	14.75	0.00	4.12*
210 30	Misc. supplies & information						
Acr:07/01	07/31/01	AP 8010012	Misc. supplies & information	0.00	37.80	0.00	22.68
Acr:11/01	11/30/01	AP 8011310	Misc. supplies & information	0.00	19.06	0.00	11.44
Acr:12/01	12/31/01	AP 8011472	Misc. supplies & information	0.00	58.19	0.00	34.91
Acr:01/02	01/17/02	AP 8011548	De Gas/Holland & Hart	0.00	33.92	0.00	20.35
Acr:02/02	02/28/02	AP 8011889	Misc. supplies & information	0.00	375.03	0.00	225.02
Acr:02/02	02/28/02	AP 8011971	Misc. supplies & information	0.00	21.00	0.00	12.60
Acr:04/02	04/30/02	JE 7112265	Prior to 12/01 JIB Exps	0.00	-37.80	0.00	-22.68
Acr:04/02	04/30/02	JE 7112265	Prior to 12/01 JIB Exps	0.00	37.80	0.00	10.55
Acr:04/02	04/30/02	JE 7112265	Prior to 12/01 JIB Exps	0.00	-19.06	0.00	-11.44
Acr:04/02	04/30/02	JE 7112265	Prior to 12/01 JIB Exps	0.00	19.06	0.00	5.32
Acr:04/02	04/30/02	JE 7112266	12/01 JIB Exp to New WI Owners	0.00	-58.19	0.00	-34.91
Acr:04/02	04/30/02	JE 7112266	12/01 JIB Exp to New WI Owners	0.00	58.19	0.00	16.24
Acr:04/02	04/30/02	JE 7112267	1/02 JIB Exps to New WI Owners	0.00	-33.92	0.00	-20.35
Acr:04/02	04/30/02	JE 7112267	1/02 JIB Exps to New WI Owners	0.00	33.92	0.00	9.46
Acr:04/02	04/30/02	JE 7112268	2/02 JIB Exps to New WI Owners	0.00	-375.03	0.00	-225.02
Acr:04/02	04/30/02	JE 7112268	2/02 JIB Exps to New WI Owners	0.00	-21.00	0.00	-12.60
Acr:04/02	04/30/02	JE 7112268	2/02 JIB Exps to New WI Owners	0.00	375.03	0.00	104.64
Acr:04/02	04/30/02	JE 7112268	2/02 JIB Exps to New WI Owners	0.00	21.00	0.00	5.86
210 30	Subtotal			0.00	545.00	0.00	152.07*
210 46	Lease Bonus						
Acr:07/01	07/31/01	AP 8010012	Lease Bonus	0.00	200.00	0.00	120.00
210 46	Subtotal			0.00	200.00	0.00	120.00*
210 47	Brokerage						
Acr:07/01	07/31/01	AP 8010012	Brokerage	0.00	600.00	0.00	360.00
Acr:08/01	08/31/01	AP 8010259	Brokerage	0.00	187.80	0.00	112.68
Acr:11/01	11/30/01	AP 8011219	Brokerage	0.00	747.21	0.00	448.33
Acr:12/01	12/31/01	AP 8011472	Brokerage	0.00	450.00	0.00	270.00
Acr:02/02	02/28/02	AP 8011889	Brokerage	0.00	600.00	0.00	360.00
Acr:04/02	04/30/02	JE 7112265	Prior to 12/01 JIB Exps	0.00	-600.00	0.00	-360.00
Acr:04/02	04/30/02	JE 7112265	Prior to 12/01 JIB Exps	0.00	600.00	0.00	167.42
Acr:04/02	04/30/02	JE 7112265	Prior to 12/01 JIB Exps	0.00	-187.80	0.00	-112.68
Acr:04/02	04/30/02	JE 7112265	Prior to 12/01 JIB Exps	0.00	187.80	0.00	52.40
Acr:04/02	04/30/02	JE 7112265	Prior to 12/01 JIB Exps	0.00	-747.21	0.00	-448.33
Acr:04/02	04/30/02	JE 7112265	Prior to 12/01 JIB Exps	0.00	747.21	0.00	208.49
Acr:04/02	04/30/02	JE 7112266	12/01 JIB Exp to New WI Owners	0.00	-450.00	0.00	-270.00
Acr:04/02	04/30/02	JE 7112266	12/01 JIB Exp to New WI Owners	0.00	450.00	0.00	125.56
Acr:04/02	04/30/02	JE 7112268	2/02 JIB Exps to New WI Owners	0.00	-600.00	0.00	-360.00

Account	Trans.	Reference		Volume	Gross Amount	Volume	Net Amount
Main Sub	Date	Src Voucher	Description				
210 47 Brokerage			(Continued)				
Acr:04/02	04/30/02	JE 7112268	2/02 JIB Exps to New WI Owners	0.00	600.00	0.00	167.42
Acr:04/02	04/30/02	JE 7112269	3/02 JIB Exps to New WI Owners	0.00	-450.00	0.00	-270.00
Acr:04/02	04/30/02	JE 7112269	3/02 JIB Exps to New WI Owners	0.00	450.00	0.00	125.56
210 47 Subtotal				0.00	2,585.01	0.00	576.85*
210 48 Surface Damages							
Acr:03/02	03/07/02	AP 8011864	Surface Damages	0.00	6,500.00	0.00	3,900.00
Acr:03/02	03/14/02	AP 8011911	Surface Damages	0.00	2,500.00	0.00	1,500.00
Acr:04/02	04/30/02	JE 7112269	3/02 JIB Exps to New WI Owners	0.00	-6,500.00	0.00	-3,900.00
Acr:04/02	04/30/02	JE 7112269	3/02 JIB Exps to New WI Owners	0.00	6,500.00	0.00	1,813.70
Acr:04/02	04/30/02	JE 7112269	3/02 JIB Exps to New WI Owners	0.00	-2,500.00	0.00	-1,500.00
Acr:04/02	04/30/02	JE 7112269	3/02 JIB Exps to New WI Owners	0.00	2,500.00	0.00	697.58
210 48 Subtotal				0.00	9,000.00	0.00	2,511.28*
210 75 Delay Rentals							
Acr:04/02	04/30/02	AP 8012496	Delay Rentals	0.00	169.83	0.00	59.44
210 75 Subtotal				0.00	169.83	0.00	59.44*
210 Leasehold Costs KOC			Account Total	0.00	25,307.59	0.00	7,137.84**
220 6 Travel & expenses							
Acr:04/02	04/01/02	AP 8012275	Travel & expenses	0.00	12.73	0.00	7.05
Acr:04/02	04/11/02	JE 9000328	Adjust cost-redistribution	0.00	0.00	0.00	-3.50
Acr:05/02	05/31/02	AP 8012507	Lunch-James Baucam	0.00	14.80	0.00	4.13
220 6 Subtotal				0.00	27.53	0.00	7.68*
220 10 Contract services							
Acr:04/02	04/09/02	AP 8012126	Contract services	0.00	339.00	0.00	187.82
Acr:04/02	04/11/02	AP 8012126	Contract services	0.00	838.38	0.00	464.49
Acr:04/02	04/11/02	JE 9000328	Adjust cost-redistribution	0.00	0.00	0.00	-93.23
Acr:04/02	04/11/02	JE 9000328	Adjust cost-redistribution	0.00	0.00	0.00	-230.55
Acr:04/02	04/11/02	JE 9000328	Adjust cost-redistribution	0.00	0.00	0.00	-973.08
Acr:04/02	04/11/02	JE 9000328	Adjust cost-redistribution	0.00	0.00	0.00	-315.31
Acr:04/02	04/11/02	JE 9000328	Adjust cost-redistribution	0.00	0.00	0.00	-410.02
Acr:04/02	04/15/02	AP 8012355	Contract services	0.00	276.41	0.00	77.13
Acr:04/02	04/23/02	AP 8012205	Contract services	0.00	3,538.50	0.00	1,960.44
Acr:04/02	04/23/02	AP 8012205	Contract services	0.00	1,146.60	0.00	635.25
Acr:04/02	04/23/02	AP 8012384	Contract services	0.00	795.00	0.00	221.83
Acr:04/02	04/24/02	AP 8012205	Contract services	0.00	1,491.00	0.00	826.06
Acr:05/02	05/02/02	AP 8012355	Contract services	0.00	414.62	0.00	115.69
Acr:05/02	05/28/02	AP 8012538	Contract services	0.00	951.90	0.00	265.61
Acr:05/02	05/29/02	AP 8012541	Contract services	0.00	1,638.00	0.00	457.05
Acr:05/02	05/29/02	AP 8012541	Contract services	0.00	3,711.75	0.00	1,035.69
Acr:05/02	05/31/02	JE 7112294	ACP W.I. Change	0.00	-951.90	0.00	-265.61
Acr:05/02	05/31/02	JE 7112294	ACP W.I. Change	0.00	951.90	0.00	289.41
Acr:05/02	05/31/02	JE 7112294	ACP W.I. Change	0.00	-1,638.00	0.00	-457.05
Acr:05/02	05/31/02	JE 7112294	ACP W.I. Change	0.00	-3,711.75	0.00	-1,035.69
Acr:05/02	05/31/02	JE 7112294	ACP W.I. Change	0.00	1,638.00	0.00	498.00
Acr:05/02	05/31/02	JE 7112294	ACP W.I. Change	0.00	3,711.75	0.00	1,128.49
Acr:06/02	06/01/02	AP 8012611	Contract services	0.00	509.40	0.00	142.14
Acr:06/02	06/03/02	AP 8012576	Contract services	0.00	694.30	0.00	193.73

Account	Trans.	Reference		Gross		Net	
Main Sub	Date Src Voucher	Description	Volume	Amount	Volume	Amount	
220 10	Subtotal		0.00	16,344.86	0.00	4,718.29*	
220 11	Cementing						
Acr:04/02	04/11/02 AP 8012127	Cementing	0.00	4,542.48	0.00	2,516.67	
Acr:04/02	04/11/02 JE 9000328	Adjust cost-redistribution	0.00	0.00	0.00	-1,249.17	
Acr:04/02	04/11/02 JE 9000328	Adjust cost-redistribution	0.00	0.00	0.00	-3,527.43	
Acr:04/02	04/23/02 AP 8012206	Cementing	0.00	12,827.06	0.00	7,106.59	
Acr:05/02	05/28/02 AP 8012528	Cementing	0.00	12,084.65	0.00	3,371.99	
Acr:05/02	05/31/02 JE 7112294	ACP W.I. Change	0.00	-12,084.65	0.00	-3,371.99	
Acr:05/02	05/31/02 JE 7112294	ACP W.I. Change	0.00	12,084.65	0.00	3,674.11	
220 11	Subtotal		0.00	29,454.19	0.00	8,520.77*	
220 12	Professional Serv.-Survey/Perm						
Acr:09/01	09/30/01 AP 8010812	Professional Serv.-Survey/Perm	0.00	119.25	0.00	71.55	
Acr:11/01	11/30/01 AP 8011280	Professional Serv.-Survey/Perm	0.00	972.31	0.00	583.39	
Acr:01/02	01/11/02 AP 8011667	Professional Serv.-Survey/Perm	0.00	1,341.39	0.00	804.83	
Acr:01/02	01/31/02 AP 8011706	Professional Serv.-Survey/Perm	0.00	1,229.44	0.00	737.66	
Acr:01/02	01/31/02 AP 8011739	Professional Serv.-Survey/Perm	0.00	1,976.89	0.00	1,186.13	
Acr:02/02	02/28/02 AP 8012061	Professional Serv.-Survey/Perm	0.00	489.61	0.00	293.77	
Acr:03/02	03/28/02 AP 8012098	Professional Serv.-Survey/Perm	0.00	350.00	0.00	210.00	
Acr:03/02	03/31/02 AP 8012243	Professional Serv.-Survey/Perm	0.00	168.92	0.00	101.35	
Acr:04/02	04/11/02 JE 9000328	Adjust cost-redistribution	0.00	0.00	0.00	-165.00	
Acr:04/02	04/30/02 AP 8012252	Professional Serv.-Survey/Perm	0.00	600.00	0.00	332.42	
Acr:04/02	04/30/02 JE 7112265	Prior to 12/01 JIB Exps	0.00	-119.25	0.00	-71.55	
Acr:04/02	04/30/02 JE 7112265	Prior to 12/01 JIB Exps	0.00	119.25	0.00	33.27	
Acr:04/02	04/30/02 JE 7112265	Prior to 12/01 JIB Exps	0.00	-972.31	0.00	-583.39	
Acr:04/02	04/30/02 JE 7112265	Prior to 12/01 JIB Exps	0.00	972.31	0.00	271.30	
Acr:04/02	04/30/02 JE 7112267	1/02 JIB Exps to New WI Owners	0.00	-1,341.39	0.00	-804.83	
Acr:04/02	04/30/02 JE 7112267	1/02 JIB Exps to New WI Owners	0.00	1,341.39	0.00	374.29	
Acr:04/02	04/30/02 JE 7112267	1/02 JIB Exps to New WI Owners	0.00	-1,229.44	0.00	-737.66	
Acr:04/02	04/30/02 JE 7112267	1/02 JIB Exps to New WI Owners	0.00	1,229.44	0.00	343.05	
Acr:04/02	04/30/02 JE 7112267	1/02 JIB Exps to New WI Owners	0.00	-1,976.89	0.00	-1,186.13	
Acr:04/02	04/30/02 JE 7112267	1/02 JIB Exps to New WI Owners	0.00	1,976.89	0.00	551.61	
Acr:04/02	04/30/02 JE 7112268	2/02 JIB Exps to New WI Owners	0.00	-489.61	0.00	-293.77	
Acr:04/02	04/30/02 JE 7112268	2/02 JIB Exps to New WI Owners	0.00	489.61	0.00	136.62	
Acr:04/02	04/30/02 JE 7112269	3/02 JIB Exps to New WI Owners	0.00	-350.00	0.00	-210.00	
Acr:04/02	04/30/02 JE 7112269	3/02 JIB Exps to New WI Owners	0.00	350.00	0.00	97.66	
Acr:04/02	04/30/02 JE 7112269	3/02 JIB Exps to New WI Owners	0.00	-168.92	0.00	-101.35	
Acr:04/02	04/30/02 JE 7112269	3/02 JIB Exps to New WI Owners	0.00	168.92	0.00	47.13	
Acr:05/02	05/01/02 AP 8012561	Professional Serv.-Survey/Perm	0.00	1,200.00	0.00	334.84	
220 12	Subtotal		0.00	8,447.81	0.00	2,357.19*	
220 13	Casing Crew/Laydown Machine						
Acr:04/02	04/10/02 AP 8012165	Casing Crew/Laydown Machine	0.00	1,186.14	0.00	657.16	
Acr:04/02	04/11/02 JE 9000328	Adjust cost-redistribution	0.00	0.00	0.00	-393.52	
Acr:04/02	04/11/02 JE 9000328	Adjust cost redistribution	0.00	0.00	0.00	-326.19	
Acr:04/02	04/11/02 JE 9000328	Adjust cost redistribution	0.00	0.00	0.00	-648.88	
Acr:04/02	04/22/02 AP 8012193	Casing Crew/Laydown Machine	0.00	2,359.56	0.00	1,307.27	
Acr:04/02	04/22/02 AP 8012193	Casing Crew/Laydown Machine	0.00	1,431.00	0.00	792.82	
Acr:05/02	05/27/02 AP 8012509	Casing Crew/Laydown Machine	0.00	2,957.40	0.00	825.21	
Acr:05/02	05/27/02 AP 8012509	Casing Crew/Laydown Machine	0.00	3,333.00	0.00	930.01	
Acr:05/02	05/31/02 JE 7112294	ACP W.I. Change	0.00	-2,957.40	0.00	-825.21	
Acr:05/02	05/31/02 JE 7112294	ACP W.I. Change	0.00	-3,333.00	0.00	-930.01	
Acr:05/02	05/31/02 JE 7112294	ACP W.I. Change	0.00	2,957.40	0.00	899.14	
Acr:05/02	05/31/02 JE 7112294	ACP W.I. Change	0.00	3,333.00	0.00	1,013.33	
220 13	Subtotal		0.00	11,267.10	0.00	3,301.13*	

Account	Trans.	Reference		Gross		Net	
Main Sub	Date	Src Voucher	Description	Volume	Amount	Volume	Amount
220 15	Chemicals/Drlg Fluids						
Acr:04/02	04/11/02	JE 9000328	Adjust cost-redistribution	0.00	0.00	0.00	-572.35
Acr:04/02	04/11/02	JE 9000328	Adjust cost-redistribution	0.00	0.00	0.00	-611.03
Acr:04/02	04/12/02	AP 8012169	Chemicals/Drlg Fluids	0.00	2,081.27	0.00	1,153.09
Acr:04/02	04/19/02	AP 8012199	Chemicals/Drlg Fluids	0.00	2,221.96	0.00	1,231.03
Acr:04/02	04/30/02	AP 8012521	Chemicals/Drlg Fluids	0.00	37,569.97	0.00	10,483.18
Acr:05/02	05/28/02	AP 8012707	Chemicals/Drlg Fluids	0.00	7,542.01	0.00	2,104.45
Acr:06/02	06/11/02	AP 8012672	Chemicals/Drlg Fluids	0.00	518.51	0.00	157.64
220 15	Subtotal			0.00	49,933.72	0.00	13,946.01*
220 16	Drilling Contractor						
Acr:03/02	03/29/02	AP 8012076	Drilling Contractor	0.00	2,736.50	0.00	1,641.90
Acr:04/02	04/30/02	AP 8012354	Drilling Contractor	0.00	218,155.67	0.00	60,872.15
Acr:04/02	04/30/02	JE 7112269	3/02 JIB Exps to New WI Owners	0.00	-2,736.50	0.00	-1,641.90
Acr:04/02	04/30/02	JE 7112269	3/02 JIB Exps to New WI Owners	0.00	2,736.50	0.00	763.57
Acr:05/02	05/31/02	AP 8012615	Drilling Contractor	0.00	7,735.88	0.00	2,158.55
Acr:05/02	05/31/02	AP 8012615	Drilling Contractor	0.00	836.74	0.00	233.48
Acr:05/02	05/31/02	AP 8012615	Drilling Contractor	0.00	249,109.27	0.00	69,509.16
220 16	Subtotal			0.00	478,574.06	0.00	133,536.91*
220 20	Location expense						
Acr:03/02	03/13/02	AP 8011942	Location expense	0.00	92.88	0.00	55.73
Acr:03/02	03/31/02	AP 8012128	Location expense	0.00	15,225.47	0.00	9,135.28
Acr:04/02	04/03/02	AP 8012356	Location expense	0.00	8,814.26	0.00	2,459.45
Acr:04/02	04/30/02	JE 7112269	3/02 JIB Exps to New WI Owners	0.00	-92.88	0.00	-55.73
Acr:04/02	04/30/02	JE 7112269	3/02 JIB Exps to New WI Owners	0.00	-15,225.47	0.00	-9,135.28
Acr:04/02	04/30/02	JE 7112269	3/02 JIB Exps to New WI Owners	0.00	15,225.47	0.00	4,248.38
Acr:04/02	04/30/02	JE 7112269	3/02 JIB Exps to New WI Owners	0.00	92.88	0.00	25.92
Acr:06/02	06/10/02	AP 8012731	Location expense	0.00	592.20	0.00	180.05
Acr:06/02	06/21/02	AP 8012739	Location expense	0.00	630.39	0.00	191.66
220 20	Subtotal			0.00	25,355.20	0.00	7,105.46*
220 21	Mobilization/Demobilization						
Acr:04/02	04/08/02	AP 8012274	Mobilization/Demobilization	0.00	28,417.50	0.00	15,744.17
Acr:04/02	04/11/02	JE 9000328	Adjust cost-redistribution	0.00	0.00	0.00	-7,814.78
Acr:04/02	04/26/02	AP 8012492	Mobilization/Demobilization	0.00	10,145.15	0.00	2,830.81
Acr:05/02	05/30/02	AP 8012522	Mobilization/Demobilization	0.00	5,306.00	0.00	1,480.54
Acr:05/02	05/31/02	AP 8012615	Mobilization/Demobilization	0.00	20,000.00	0.00	5,580.62
220 21	Subtotal			0.00	63,868.65	0.00	17,821.36*
220 25	Logging & testing						
Acr:05/02	05/14/02	AP 8012494	Logging & testing	0.00	4,926.85	0.00	1,374.74
Acr:05/02	05/17/02	AP 8012674	Logging & testing	0.00	47.70	0.00	13.31
Acr:05/02	05/26/02	AP 8012511	Logging & testing	0.00	22,550.91	0.00	6,292.40
Acr:05/02	05/29/02	AP 8012467	Logging & testing	0.00	869.20	0.00	242.53
Acr:06/02	06/14/02	AP 8012708	Logging & testing	0.00	630.70	0.00	191.75
220 25	Subtotal			0.00	29,025.36	0.00	8,114.73*

Account	Trans.	Reference		Gross		Net	
Main Sub	Date	Src Voucher	Description	Volume	Amount	Volume	Amount
220 26	Well Testing						
Acr:05/02	05/23/02	AP 8012411	Well Testing	0.00	650.00	0.00	181.37
220 26	Subtotal						
				0.00	650.00	0.00	181.37*
220 34	Tubular goods-inspect & test						
Acr:04/02	04/09/02	AP 8012519	Tubular goods-inspect & test	0.00	420.00	0.00	117.19
Acr:04/02	04/17/02	AP 8012519	Tubular goods-inspect & test	0.00	1,168.65	0.00	326.09
Acr:04/02	04/27/02	AP 8012519	Tubular goods-inspect & test	0.00	546.00	0.00	152.35
Acr:05/02	05/08/02	AP 8012519	Tubular goods-inspect & test	0.00	1,219.86	0.00	340.38
Acr:05/02	05/27/02	AP 8012519	Tubular goods-inspect & test	0.00	2,143.05	0.00	597.98
Acr:05/02	05/29/02	AP 8012519	Tubular goods-inspect & test	0.00	850.50	0.00	237.32
Acr:05/02	05/31/02	JE 7112294	ACP W.I. Change	0.00	-2,143.05	0.00	-597.98
Acr:05/02	05/31/02	JE 7112294	ACP W.I. Change	0.00	2,143.05	0.00	651.55
220 34	Subtotal						
				0.00	6,348.06	0.00	1,824.88*
220 36	Rental - Portable Fld. Off.						
Acr:04/02	04/11/02	JE 9000328	Adjust cost-redistribution	0.00	0.00	0.00	-85.02
Acr:04/02	04/25/02	AP 8012202	Rental - Portable Fld. Off.	0.00	309.17	0.00	171.29
Acr:04/02	04/30/02	AP 8012491	Rental - Portable Fld. Off.	0.00	4,823.00	0.00	1,345.77
Acr:05/02	05/27/02	AP 8012520	Rental - Portable Fld. Off.	0.00	309.18	0.00	86.27
Acr:05/02	05/29/02	AP 8012639	Rental - Portable Fld. Off.	0.00	4,145.00	0.00	1,156.58
220 36	Subtotal						
				0.00	9,586.35	0.00	2,674.89*
220 37	Rental-Forklift/Backhoe/Dozer						
Acr:04/02	04/09/02	AP 8012210	Rental-Forklift/Backhoe/Dozer	0.00	318.00	0.00	176.18
Acr:04/02	04/11/02	AP 8012196	Rental-Forklift/Backhoe/Dozer	0.00	254.70	0.00	141.11
Acr:04/02	04/11/02	JE 9000328	Adjust cost-redistribution	0.00	0.00	0.00	-87.45
Acr:04/02	04/11/02	JE 9000328	Adjust cost-redistribution	0.00	0.00	0.00	-131.17
Acr:04/02	04/11/02	JE 9000328	Adjust cost-redistribution	0.00	0.00	0.00	-70.04
Acr:04/02	04/11/02	JE 9000328	Adjust cost-redistribution	0.00	0.00	0.00	-116.74
Acr:04/02	04/17/02	AP 8012196	Rental-Forklift/Backhoe/Dozer	0.00	424.50	0.00	235.19
Acr:04/02	04/23/02	AP 8012271	Rental-Forklift/Backhoe/Dozer	0.00	477.00	0.00	264.27
Acr:05/02	05/04/02	AP 8012609	Rental-Forklift/Backhoe/Dozer	0.00	288.32	0.00	80.45
Acr:05/02	05/29/02	AP 8012586	Rental-Forklift/Backhoe/Dozer	0.00	360.40	0.00	100.56
Acr:05/02	05/31/02	JE 7112294	ACP W.I. Change	0.00	-360.40	0.00	-100.56
Acr:05/02	05/31/02	JE 7112294	ACP W.I. Change	0.00	360.40	0.00	109.57
Acr:06/02	06/03/02	AP 8012544	Rental-Forklift/Backhoe/Dozer	0.00	461.10	0.00	128.66
220 37	Subtotal						
				0.00	2,584.02	0.00	730.03*
220 38	Rental - BOPE						
Acr:04/02	04/30/02	AP 8012357	Rental - BOPE	0.00	2,589.40	0.00	722.52
Acr:05/02	05/28/02	AP 8012642	Rental - BOPE	0.00	5,488.24	0.00	1,531.39
220 38	Subtotal						
				0.00	8,077.64	0.00	2,253.91*
220 39	Rental - Drill Pipe/Tubing						
Acr:04/02	04/09/02	AP 8012094	Rental - Drill Pipe/Tubing	0.00	3,120.66	0.00	1,728.94
Acr:04/02	04/11/02	JE 9000328	Adjust cost-redistribution	0.00	0.00	0.00	-858.18
Acr:04/02	04/23/02	AP 8012351	Rental - Drill Pipe/Tubing	0.00	5,383.54	0.00	1,502.17
Acr:04/02	04/25/02	AP 8012536	Rental - Drill Pipe/Tubing	0.00	4,491.02	0.00	1,253.13
Acr:05/02	05/02/02	AP 8012363	Rental - Drill Pipe/Tubing	0.00	3,992.13	0.00	1,113.93

Account		Trans.	Reference		Gross		Net		
Main	Sub	Date	Src	Voucher	Description	Volume	Amount	Volume	Amount
220 39 Subtotal						0.00	16,987.35	0.00	4,739.99*
220 40 Rental expense									
Acr:	03/02	03/28/02	AP	8012098	Rental expense	0.00	3,208.49	0.00	1,925.09
Acr:	04/02	04/09/02	AP	8012192	Rental expense	0.00	3,794.26	0.00	2,102.14
Acr:	04/02	04/11/02	JE	9000328	Adjust cost-redistribution	0.00	0.00	0.00	-1,043.42
Acr:	04/02	04/12/02	AP	8012358	Rental expense	0.00	1,936.62	0.00	540.38
Acr:	04/02	04/30/02	JE	7112269	3/02 JIB Exps to New WI Owners	0.00	-3,208.49	0.00	-1,925.09
Acr:	04/02	04/30/02	JE	7112269	3/02 JIB Exps to New WI Owners	0.00	3,208.49	0.00	895.27
Acr:	05/02	05/28/02	AP	8012625	Rental expense	0.00	1,825.60	0.00	509.40
Acr:	05/02	05/29/02	AP	8012583	Rental expense	0.00	9,901.92	0.00	2,762.94
Acr:	05/02	05/29/02	AP	8012625	Rental expense	0.00	993.47	0.00	277.21
Acr:	06/02	06/11/02	AP	8012632	Rental expense	0.00	1,488.38	0.00	452.51
Acr:	06/02	06/14/02	AP	8012670	Rental expense	0.00	473.09	0.00	143.83
Acr:	06/02	06/15/02	AP	8012738	Rental expense	0.00	1,624.81	0.00	493.99
220 40 Subtotal						0.00	25,246.64	0.00	7,134.25*
220 44 Mud Logging									
Acr:	04/02	04/11/02	JE	9000328	Adjust cost-redistribution	0.00	0.00	0.00	-3,607.64
Acr:	04/02	04/30/02	AP	8012267	Mud Logging	0.00	13,118.75	0.00	7,268.19
Acr:	05/02	05/29/02	AP	8012523	Mud Logging	0.00	18,509.33	0.00	5,164.67
220 44 Subtotal						0.00	31,628.08	0.00	8,825.22*
220 50 Supervision									
Acr:	04/02	04/11/02	JE	9000328	Adjust cost-redistribution	0.00	0.00	0.00	-1,856.24
Acr:	04/02	04/30/02	AP	8012262	Supervision	0.00	6,750.00	0.00	3,739.71
Acr:	04/02	04/30/02	AP	8012304	Supervision	0.00	10,400.00	0.00	2,901.92
Acr:	05/02	05/15/02	AP	8012367	Supervision	0.00	3,900.00	0.00	1,088.22
Acr:	05/02	05/31/02	AP	8012489	Supervision	0.00	7,800.00	0.00	2,176.44
Acr:	05/02	05/31/02	AP	8012518	Supervision	0.00	8,450.00	0.00	2,357.81
Acr:	05/02	05/31/02	JE	7112294	ACP W.I. Change	0.00	-1,950.00	0.00	-544.11
Acr:	05/02	05/31/02	JE	7112294	ACP W.I. Change	0.00	1,950.00	0.00	592.86
Acr:	06/02	06/15/02	AP	8012621	Supervision	0.00	3,200.00	0.00	892.90
220 50 Subtotal						0.00	40,500.00	0.00	11,349.51*
220 59 Supplies - Misc.									
Acr:	01/02	01/31/02	AP	8011595	De Gas Hearing/New Mexico	0.00	713.94	0.00	428.36
Acr:	01/02	01/31/02	AP	8011595	De Gas Hearing/New Mexico	0.00	82.40	0.00	49.44
Acr:	04/02	04/30/02	JE	7112267	1/02 JIB Exps to New WI Owners	0.00	-713.94	0.00	-428.36
Acr:	04/02	04/30/02	JE	7112267	1/02 JIB Exps to New WI Owners	0.00	-82.40	0.00	-49.44
Acr:	04/02	04/30/02	JE	7112267	1/02 JIB Exps to New WI Owners	0.00	713.94	0.00	199.21
Acr:	04/02	04/30/02	JE	7112267	1/02 JIB Exps to New WI Owners	0.00	82.40	0.00	22.99
Acr:	05/02	05/31/02	AP	8012587	Supplies - Misc.	0.00	1,253.67	0.00	349.81
Acr:	05/02	05/31/02	JE	7112294	ACP W.I. Change	0.00	-1,253.67	0.00	-349.81
Acr:	05/02	05/31/02	JE	7112294	ACP W.I. Change	0.00	1,253.67	0.00	381.15
Acr:	06/02	06/14/02	AP	8012635	Supplies - Misc.	0.00	35.86	0.00	10.90
220 59 Subtotal						0.00	2,085.87	0.00	614.25*

Account	Trans.	Reference		Gross		Net	
Main Sub	Date	Src Voucher	Description	Volume	Amount	Volume	Amount
220 60	Supplies & bits						
Acr:04/02	04/09/02	AP 8012094	Supplies & bits	0.00	999.88	0.00	553.96
Acr:04/02	04/09/02	AP 8012191	Supplies & bits	0.00	8,483.15	0.00	4,699.93
Acr:04/02	04/11/02	JE 9000328	Adjust cost-redistribution	0.00	0.00	0.00	-274.96
Acr:04/02	04/11/02	JE 9000328	Adjust cost-redistribution	0.00	0.00	0.00	-2,332.86
Acr:04/02	04/11/02	JE 9000328	Adjust cost-redistribution	0.00	0.00	0.00	-1,360.35
Acr:04/02	04/25/02	AP 8012192	Supplies & bits	0.00	4,946.75	0.00	2,740.65
Acr:04/02	04/30/02	AP 8012430	Supplies & bits	0.00	5,478.78	0.00	1,528.75
Acr:04/02	04/30/02	AP 8012430	Supplies & bits	0.00	5,478.78	0.00	1,528.75
Acr:05/02	05/06/02	AP 8012430	Supplies & bits	0.00	5,478.78	0.00	1,528.75
Acr:05/02	05/22/02	AP 8012529	Supplies & bits	0.00	5,471.80	0.00	1,526.80
220 60	Subtotal			0.00	36,337.92	0.00	10,139.42*
220 61	Fuel Power & Water						
Acr:03/02	03/31/02	AP 8012095	Fuel Power & Water	0.00	1,021.84	0.00	613.10
Acr:04/02	04/06/02	AP 8012168	Fuel Power & Water	0.00	1,082.16	0.00	599.55
Acr:04/02	04/08/02	AP 8012213	Fuel Power & Water	0.00	2,680.05	0.00	1,484.83
Acr:04/02	04/08/02	AP 8012272	Fuel Power & Water	0.00	11,643.00	0.00	6,450.58
Acr:04/02	04/09/02	AP 8012168	Fuel Power & Water	0.00	260.76	0.00	144.47
Acr:04/02	04/09/02	AP 8012263	Fuel Power & Water	0.00	6,008.66	0.00	3,328.98
Acr:04/02	04/11/02	JE 9000328	Adjust cost-redistribution	0.00	0.00	0.00	-105.06
Acr:04/02	04/11/02	JE 9000328	Adjust cost-redistribution	0.00	0.00	0.00	-149.01
Acr:04/02	04/11/02	JE 9000328	Adjust cost-redistribution	0.00	0.00	0.00	-737.01
Acr:04/02	04/11/02	JE 9000328	Adjust cost-redistribution	0.00	0.00	0.00	-297.59
Acr:04/02	04/11/02	JE 9000328	Adjust cost-redistribution	0.00	0.00	0.00	-1,551.26
Acr:04/02	04/11/02	JE 9000328	Adjust cost-redistribution	0.00	0.00	0.00	-89.64
Acr:04/02	04/11/02	JE 9000328	Adjust cost-redistribution	0.00	0.00	0.00	-71.71
Acr:04/02	04/11/02	JE 9000328	Adjust cost-redistribution	0.00	0.00	0.00	-143.42
Acr:04/02	04/11/02	JE 9000328	Adjust cost-redistribution	0.00	0.00	0.00	-1,652.37
Acr:04/02	04/11/02	JE 9000328	Adjust cost-redistribution	0.00	0.00	0.00	-3,201.81
Acr:04/02	04/12/02	AP 8012123	Fuel Power & Water	0.00	5,640.98	0.00	3,125.28
Acr:04/02	04/12/02	AP 8012168	Fuel Power & Water	0.00	325.96	0.00	180.59
Acr:04/02	04/18/02	AP 8012198	Fuel Power & Water	0.00	521.52	0.00	288.94
Acr:04/02	04/22/02	AP 8012273	Fuel Power & Water	0.00	541.87	0.00	300.21
Acr:04/02	04/26/02	AP 8012352	Fuel Power & Water	0.00	677.98	0.00	189.18
Acr:04/02	04/27/02	AP 8012301	Fuel Power & Water	0.00	5,185.23	0.00	1,446.84
Acr:04/02	04/30/02	AP 8012273	Fuel Power & Water	0.00	382.06	0.00	211.67
Acr:04/02	04/30/02	AP 8012516	Fuel Power & Water	0.00	9,125.18	0.00	2,546.21
Acr:04/02	04/30/02	JE 7112269	3/02 JIB Exps to New WI Owners	0.00	-1,021.84	0.00	-613.10
Acr:04/02	04/30/02	JE 7112269	3/02 JIB Exps to New WI Owners	0.00	1,021.84	0.00	285.12
Acr:05/02	05/02/02	AP 8012364	Fuel Power & Water	0.00	586.72	0.00	163.71
Acr:05/02	05/03/02	AP 8012364	Fuel Power & Water	0.00	4,703.30	0.00	1,312.37
Acr:05/02	05/07/02	AP 8012353	Fuel Power & Water	0.00	5,676.05	0.00	1,583.79
Acr:05/02	05/13/02	AP 8012360	Fuel Power & Water	0.00	1,786.70	0.00	498.54
Acr:05/02	05/14/02	AP 8012435	Fuel Power & Water	0.00	541.87	0.00	151.20
Acr:05/02	05/15/02	AP 8012419	Fuel Power & Water	0.00	5,037.62	0.00	1,405.65
Acr:05/02	05/21/02	AP 8012488	Fuel Power & Water	0.00	5,011.78	0.00	1,398.44
Acr:05/02	05/28/02	AP 8012611	Fuel Power & Water	0.00	251.48	0.00	70.17
Acr:05/02	05/29/02	AP 8012575	Fuel Power & Water	0.00	-1,748.10	0.00	-487.77
Acr:05/02	05/30/02	AP 8012575	Fuel Power & Water	0.00	-746.24	0.00	-208.22
220 61	Subtotal			0.00	66,198.43	0.00	18,471.45*
220 62	Pump/Vacuum Truck						
Acr:05/02	05/14/02	AP 8012435	Pump/Vacuum Truck	0.00	289.72	0.00	80.84
Acr:06/02	06/11/02	AP 8012736	Pump/Vacuum Truck	0.00	846.73	0.00	257.43
Acr:06/02	06/11/02	AP 8012736	Pump/Vacuum Truck	0.00	1,217.42	0.00	370.13
Acr:06/02	06/12/02	AP 8012710	Pump/Vacuum Truck	0.00	678.67	0.00	206.34
Acr:06/02	06/13/02	AP 8012710	Pump/Vacuum Truck	0.00	206.94	0.00	62.92
Acr:06/02	06/14/02	AP 8012710	Pump/Vacuum Truck	0.00	222.86	0.00	67.76
Acr:06/02	06/15/02	AP 8012710	Pump/Vacuum Truck	0.00	262.13	0.00	79.70

Account	Trans.	Reference		Gross		Net	
Main Sub	Date Src Voucher	Description	Volume	Amount	Volume	Amount	
220 62 Subtotal			0.00	3,724.47	0.00	1,125.12*	
220 70 Transportation							
Acr:05/02 05/06/02 AP 8012359	Transportation	0.00	698.75	0.00	194.97		
Acr:05/02 05/29/02 AP 8012581	Transportation	0.00	948.84	0.00	264.76		
Acr:06/02 06/11/02 AP 8012703	Transportation	0.00	943.76	0.00	286.93		
Acr:06/02 06/21/02 AP 8012728	Transportation	0.00	872.44	0.00	265.25		
220 70 Subtotal			0.00	3,463.79	0.00	1,011.91*	
220 73 Communications							
Acr:04/02 04/11/02 JE 9000328	Adjust cost-redistribution	0.00	0.00	0.00	-42.35		
Acr:04/02 04/30/02 AP 8012297	Communications	0.00	154.02	0.00	85.33		
Acr:05/02 05/31/02 AP 8012498	Communications	0.00	155.80	0.00	43.47		
220 73 Subtotal			0.00	309.82	0.00	86.45*	
220 90 Drilling Overhead (COPAS)							
Acr:04/02 04/30/02 JE 7112246	4/02 COPAS Drlg Rate (20 days)	0.00	3,104.00	0.00	866.11		
Acr:05/02 05/31/02 JE 7112288	5/02 COPAS Drlg Rate (27 days)	0.00	4,055.21	0.00	1,131.53		
Acr:05/02 05/31/02 JE 7112288	5/02 COPAS Comp Rate (4 days)	0.00	600.76	0.00	182.65		
220 90 Subtotal			0.00	7,759.97	0.00	2,180.29*	
220 91 Insurance							
Acr:06/02 06/30/02 JE 7112300	Drilling Insurance	0.00	22,512.20	0.00	8,664.27		
220 91 Subtotal			0.00	22,512.20	0.00	8,664.27*	
220 202 IDC Accruals							
Acr:06/02 06/29/02 JE 7090071	Audit JE - Add'l Drlg Costs	0.00	7,735.00	0.00	7,735.00		
220 202 Subtotal			0.00	7,735.00	0.00	7,735.00*	
220 Intangible Drilling Costs-CIP Account Total			0.00	1,004,034.09	0.00	289,171.74**	
230 52 Tubing							
Acr:06/02 06/01/02 JE 7112295	ACP W.I. Change	0.00	-39,305.25	0.00	-10,967.38		
Acr:06/02 06/01/02 JE 7112295	ACP W.I. Change	0.00	39,305.25	0.00	11,950.01		
Acr:06/02 06/10/02 AP 8012549	Tubing	0.00	39,305.25	0.00	10,967.38		
230 52 Subtotal			0.00	39,305.25	0.00	11,950.01*	
230 56 Down-hole equipment							
Acr:04/02 04/10/02 AP 8012214	Down-hole equipment	0.00	2,189.62	0.00	1,213.12		
Acr:04/02 04/11/02 JE 9000328	Adjust cost-redistribution	0.00	0.00	0.00	-602.14		
230 56 Subtotal			0.00	2,189.62	0.00	610.98*	

Account		Trans.	Reference		Gross		Net	
Main Sub	Date	Src Voucher	Description		Volume	Amount	Volume	Amount
230	90	Surface Casing						
Acr:04/02	04/09/02	AP 8012072	Surface Casing		0.00	6,555.59	0.00	3,632.00
Acr:04/02	04/11/02	JE 9000328	Adjust cost-redistribution		0.00	0.00	0.00	-1,802.78
230	90	Subtotal			0.00	6,555.59	0.00	1,829.22*
230	91	Intermed case						
Acr:04/02	04/11/02	JE 9000328	Adjust cost-redistribution		0.00	0.00	0.00	-14,815.50
Acr:04/02	04/17/02	AP 8012129	Intermed case		0.00	53,874.80	0.00	29,848.30
230	91	Subtotal			0.00	53,874.80	0.00	15,032.80*
230	92	Production Casing						
Acr:05/02	05/28/02	AP 8012424	Production Casing		0.00	115,409.80	0.00	32,202.89
Acr:05/02	05/31/02	JE 7112294	ACP W.I. Change		0.00	-115,409.80	0.00	-32,202.89
Acr:05/02	05/31/02	JE 7112294	ACP W.I. Change		0.00	115,409.80	0.00	35,088.13
230	92	Subtotal			0.00	115,409.80	0.00	35,088.13*
230	100	Surface & Production Equipment						
Acr:06/02	06/18/02	AP 8012709	Surface & Production Equipment		0.00	7,335.57	0.00	2,230.24
230	100	Subtotal			0.00	7,335.57	0.00	2,230.24*
230	105	Wellhead Equipment						
Acr:04/02	04/09/02	AP 8012142	Wellhead Equipment		0.00	2,107.64	0.00	1,167.70
Acr:04/02	04/11/02	JE 9000328	Adjust cost-redistribution		0.00	0.00	0.00	-579.60
Acr:05/02	05/29/02	AP 8012704	Wellhead Equipment		0.00	5,646.66	0.00	1,716.76
230	105	Subtotal			0.00	7,754.30	0.00	2,304.86*
230	Lease & Well Equipment-CIP		Account Total		0.00	232,424.93	0.00	69,046.24**
Well Total					0.00	1,261,766.61	0.00	365,355.82**

Account		Trans.	Reference		Gross		Net		
Main	Sub	Date	Src	Voucher	Description	Volume	Amount	Volume	Amount
210	15	Legal/other professional fees			Prior Bal.	0.00	3,193.00	0.00	1,915.80
					Current Per	0.00	9,600.00	0.00	1,798.28
					Subtotal	0.00	12,793.00	0.00	3,714.08*
210	25	Business meals			Prior Bal.	0.00	0.00	0.00	0.00
					Current Per	0.00	14.75	0.00	4.12
					Subtotal	0.00	14.75	0.00	4.12*
210	30	Misc. supplies & information			Prior Bal.	0.00	0.00	0.00	0.00
					Current Per	0.00	545.00	0.00	152.07
					Subtotal	0.00	545.00	0.00	152.07*
210	46	Lease Bonus			Prior Bal.	0.00	0.00	0.00	0.00
					Current Per	0.00	200.00	0.00	120.00
					Subtotal	0.00	200.00	0.00	120.00*
210	47	Brokerage			Prior Bal.	0.00	0.00	0.00	0.00
					Current Per	0.00	2,585.01	0.00	576.85
					Subtotal	0.00	2,585.01	0.00	576.85*
210	48	Surface Damages			Prior Bal.	0.00	0.00	0.00	0.00
					Current Per	0.00	9,000.00	0.00	2,511.28
					Subtotal	0.00	9,000.00	0.00	2,511.28*
210	75	Delay Rentals			Prior Bal.	0.00	0.00	0.00	0.00
					Current Per	0.00	169.83	0.00	59.44
					Subtotal	0.00	169.83	0.00	59.44*
210		Leasehold Costs	KOC		Account Total	0.00	25,307.59	0.00	7,137.84**
220	6	Travel & expenses			Prior Bal.	0.00	0.00	0.00	0.00
					Current Per	0.00	27.53	0.00	7.68
					Subtotal	0.00	27.53	0.00	7.68*
220	10	Contract services			Prior Bal.	0.00	0.00	0.00	0.00
					Current Per	0.00	16,344.86	0.00	4,718.29
					Subtotal	0.00	16,344.86	0.00	4,718.29*
220	11	Cementing			Prior Bal.	0.00	0.00	0.00	0.00
					Current Per	0.00	29,454.19	0.00	8,520.77
					Subtotal	0.00	29,454.19	0.00	8,520.77*
220	12	Professional Serv.-Survey/Perm			Prior Bal.	0.00	0.00	0.00	0.00
					Current Per	0.00	8,447.81	0.00	2,357.19
					Subtotal	0.00	8,447.81	0.00	2,357.19*
220	13	Casing Crew/Laydown Machine			Prior Bal.	0.00	0.00	0.00	0.00
					Current Per	0.00	11,267.10	0.00	3,301.13
					Subtotal	0.00	11,267.10	0.00	3,301.13*
220	15	Chemicals/Drlg Fluids			Prior Bal.	0.00	0.00	0.00	0.00
					Current Per	0.00	49,933.72	0.00	13,946.01
					Subtotal	0.00	49,933.72	0.00	13,946.01*
220	16	Drilling Contractor			Prior Bal.	0.00	0.00	0.00	0.00
					Current Per	0.00	478,574.06	0.00	133,536.91
					Subtotal	0.00	478,574.06	0.00	133,536.91*
220	20	Location expense			Prior Bal.	0.00	0.00	0.00	0.00
					Current Per	0.00	25,355.20	0.00	7,105.46
					Subtotal	0.00	25,355.20	0.00	7,105.46*
220	21	Mobilization/Demobilization			Prior Bal.	0.00	0.00	0.00	0.00
					Current Per	0.00	63,868.65	0.00	17,821.36
					Subtotal	0.00	63,868.65	0.00	17,821.36*
220	25	Logging & testing			Prior Bal.	0.00	0.00	0.00	0.00
					Current Per	0.00	29,025.36	0.00	8,114.73
					Subtotal	0.00	29,025.36	0.00	8,114.73*

Account		Trans.		Reference		Gross		Net	
Main	Sub	Date	Src	Voucher	Description	Volume	Amount	Volume	Amount
220	26	Well Testing			Prior Bal.	0.00	0.00	0.00	0.00
					Current Per	0.00	650.00	0.00	181.37
					Subtotal	0.00	650.00	0.00	181.37*
220	34	Tubular goods-inspect & test			Prior Bal.	0.00	0.00	0.00	0.00
					Current Per	0.00	6,348.06	0.00	1,824.88
					Subtotal	0.00	6,348.06	0.00	1,824.88*
220	36	Rental - Portable Fld. Off.			Prior Bal.	0.00	0.00	0.00	0.00
					Current Per	0.00	9,586.35	0.00	2,674.89
					Subtotal	0.00	9,586.35	0.00	2,674.89*
220	37	Rental-Forklift/Backhoe/Dozer			Prior Bal.	0.00	0.00	0.00	0.00
					Current Per	0.00	2,584.02	0.00	730.03
					Subtotal	0.00	2,584.02	0.00	730.03*
220	38	Rental - BOPE			Prior Bal.	0.00	0.00	0.00	0.00
					Current Per	0.00	8,077.64	0.00	2,253.91
					Subtotal	0.00	8,077.64	0.00	2,253.91*
220	39	Rental - Drill Pipe/Tubing			Prior Bal.	0.00	0.00	0.00	0.00
					Current Per	0.00	16,987.35	0.00	4,739.99
					Subtotal	0.00	16,987.35	0.00	4,739.99*
220	40	Rental expense			Prior Bal.	0.00	0.00	0.00	0.00
					Current Per	0.00	25,246.64	0.00	7,134.25
					Subtotal	0.00	25,246.64	0.00	7,134.25*
220	44	Mud Logging			Prior Bal.	0.00	0.00	0.00	0.00
					Current Per	0.00	31,628.08	0.00	8,825.22
					Subtotal	0.00	31,628.08	0.00	8,825.22*
220	50	Supervision			Prior Bal.	0.00	0.00	0.00	0.00
					Current Per	0.00	40,500.00	0.00	11,349.51
					Subtotal	0.00	40,500.00	0.00	11,349.51*
220	59	Supplies - Misc.			Prior Bal.	0.00	0.00	0.00	0.00
					Current Per	0.00	2,085.87	0.00	614.25
					Subtotal	0.00	2,085.87	0.00	614.25*
220	60	Supplies & bits			Prior Bal.	0.00	0.00	0.00	0.00
					Current Per	0.00	36,337.92	0.00	10,139.42
					Subtotal	0.00	36,337.92	0.00	10,139.42*
220	61	Fuel Power & Water			Prior Bal.	0.00	0.00	0.00	0.00
					Current Per	0.00	66,198.43	0.00	18,471.45
					Subtotal	0.00	66,198.43	0.00	18,471.45*
220	62	Pump/Vacuum Truck			Prior Bal.	0.00	0.00	0.00	0.00
					Current Per	0.00	3,724.47	0.00	1,125.12
					Subtotal	0.00	3,724.47	0.00	1,125.12*
220	70	Transportation			Prior Bal.	0.00	0.00	0.00	0.00
					Current Per	0.00	3,463.79	0.00	1,011.91
					Subtotal	0.00	3,463.79	0.00	1,011.91*
220	73	Communications			Prior Bal.	0.00	0.00	0.00	0.00
					Current Per	0.00	309.82	0.00	86.45
					Subtotal	0.00	309.82	0.00	86.45*
220	90	Drilling Overhead (COPAS)			Prior Bal.	0.00	0.00	0.00	0.00
					Current Per	0.00	7,759.97	0.00	2,180.29
					Subtotal	0.00	7,759.97	0.00	2,180.29*
220	91	Insurance			Prior Bal.	0.00	0.00	0.00	0.00
					Current Per	0.00	22,512.20	0.00	8,664.27
					Subtotal	0.00	22,512.20	0.00	8,664.27*
220	202	IDC Accruals			Prior Bal.	0.00	0.00	0.00	0.00
					Current Per	0.00	7,735.00	0.00	7,735.00
					Subtotal	0.00	7,735.00	0.00	7,735.00*

Account		Trans.	Reference	Gross		Net	
Main Sub	Date	Src Voucher	Description	Volume	Amount	Volume	Amount
220			Intangible Drilling Costs-CIP Account Total	0.00	1,004,034.09	0.00	289,171.74**
230	52	Tubing	Prior Bal.	0.00	0.00	0.00	0.00
			Current Per	0.00	39,305.25	0.00	11,950.01
			Subtotal	0.00	39,305.25	0.00	11,950.01*
230	56	Down-hole equipment	Prior Bal.	0.00	0.00	0.00	0.00
			Current Per	0.00	2,189.62	0.00	610.98
			Subtotal	0.00	2,189.62	0.00	610.98*
230	90	Surface Casing	Prior Bal.	0.00	0.00	0.00	0.00
			Current Per	0.00	6,555.59	0.00	1,829.22
			Subtotal	0.00	6,555.59	0.00	1,829.22*
230	91	Intermed case	Prior Bal.	0.00	0.00	0.00	0.00
			Current Per	0.00	53,874.80	0.00	15,032.80
			Subtotal	0.00	53,874.80	0.00	15,032.80*
230	92	Production Casing	Prior Bal.	0.00	0.00	0.00	0.00
			Current Per	0.00	115,409.80	0.00	35,088.13
			Subtotal	0.00	115,409.80	0.00	35,088.13*
230	100	Surface & Production Equipment	Prior Bal.	0.00	0.00	0.00	0.00
			Current Per	0.00	7,335.57	0.00	2,230.24
			Subtotal	0.00	7,335.57	0.00	2,230.24*
230	105	Wellhead Equipment	Prior Bal.	0.00	0.00	0.00	0.00
			Current Per	0.00	7,754.30	0.00	2,304.86
			Subtotal	0.00	7,754.30	0.00	2,304.86*
230			Lease & Well Equipment-CIP Account Total	0.00	232,424.93	0.00	69,046.24**
Company Total (All Wells)				0.00	1,261,766.61	0.00	365,355.82**

Rept 240-01

Property Sub-Ledger - Detail

Co: 1 KUKUI, INC.

Page 1

Accounting Basis:Accrual Closed+UnClosed Well:3007000001 DeGas 6 State #1

Period: 07/01/02 thru 09/30/02

Summarize:FULL

Account	Trans.	Reference		Gross		Net	
Main Sub	Date	Src Voucher	Description	Volume	Amount	Volume	Amount
210	15		Legal/other professional fees				
			Prior Balance	0.00	12,793.00	0.00	3,714.08
210	15		Subtotal	0.00	12,793.00	0.00	3,714.08*
210	25		Business meals				
			Prior Balance	0.00	14.75	0.00	4.12
210	25		Subtotal	0.00	14.75	0.00	4.12*
210	30		Misc. supplies & information				
			Prior Balance	0.00	545.00	0.00	152.07
Acr:07/02 06/30/02 AP 8012912 Delivery/Yates Petroleum				0.00	15.63	0.00	5.47
210	30		Subtotal	0.00	560.63	0.00	157.54*
210	46		Lease Bonus				
			Prior Balance	0.00	200.00	0.00	120.00
210	46		Subtotal	0.00	200.00	0.00	120.00*
210	47		Brokerage				
			Prior Balance	0.00	2,585.01	0.00	576.85
210	47		Subtotal	0.00	2,585.01	0.00	576.85*
210	48		Surface Damages				
			Prior Balance	0.00	9,000.00	0.00	2,511.28
210	48		Subtotal	0.00	9,000.00	0.00	2,511.28*
210	75		Delay Rentals				
			Prior Balance	0.00	169.83	0.00	59.44
210	75		Subtotal	0.00	169.83	0.00	59.44*
210	800		Recording Fees				
UnAccrued 08/13/02 AP 8013099 Recording Fees				0.00	30.00	0.00	9.12
210	800		Subtotal	0.00	30.00	0.00	9.12*
210		Leasehold Costs KOC	Account Total	0.00	25,353.22	0.00	7,152.43**
220	6		Travel & expenses				
			Prior Balance	0.00	27.53	0.00	7.68
Acr:07/02 06/30/02 AP 8012768 Travel & expenses				0.00	29.41	0.00	8.94
Acr:07/02 07/31/02 AP 8013011 Travel & expenses				0.00	45.50	0.00	13.83
Acr:07/02 07/31/02 JE 7112369 7/02 DOI chg per 8/27/02 memo				0.00	-45.50	0.00	-13.83
Acr:07/02 07/31/02 JE 7112369 7/02 DOI chg per 8/27/02 memo				0.00	45.50	0.00	13.83
220	6		Subtotal	0.00	102.44	0.00	30.45*

Account	Trans.	Reference		Gross		Net
Main Sub	Date	Src Voucher	Description	Volume	Amount	Volume Amount
220 10	Contract services					
			Prior Balance	0.00	16,344.86	0.00 4,718.29
Acr:07/02	06/04/02	AP 8012873	Contract services	0.00	227.36	0.00 69.12
Acr:07/02	06/20/02	AP 8012800	Contract services	0.00	629.21	0.00 191.30
Acr:07/02	06/20/02	AP 8012800	Contract services	0.00	995.37	0.00 302.62
Acr:07/02	06/21/02	AP 8012800	Contract services	0.00	814.28	0.00 247.57
Acr:07/02	06/21/02	AP 8012831	Contract services	0.00	150.52	0.00 45.76
Acr:07/02	06/24/02	AP 8012800	Contract services	0.00	888.30	0.00 270.07
Acr:07/02	06/25/02	AP 8012873	Contract services	0.00	814.28	0.00 247.57
Acr:07/02	06/25/02	AP 8012873	Contract services	0.00	666.23	0.00 202.55
Acr:07/02	06/26/02	AP 8012873	Contract services	0.00	740.25	0.00 225.06
Acr:07/02	06/27/02	AP 8012834	Contract services	0.00	330.04	0.00 100.34
Acr:07/02	06/27/02	AP 8012873	Contract services	0.00	666.23	0.00 202.55
Acr:07/02	06/29/02	AP 8012873	Contract services	0.00	740.25	0.00 225.06
Acr:07/02	07/01/02	AP 8012873	Contract services	0.00	296.10	0.00 90.02
Acr:07/02	07/01/02	AP 8013051	Contract services	0.00	222.08	0.00 67.52
Acr:07/02	07/01/02	AP 8013258	Contract services	0.00	581.63	0.00 176.83
Acr:07/02	07/02/02	AP 8012873	Contract services	0.00	1,419.96	0.00 431.71
Acr:07/02	07/03/02	AP 8013051	Contract services	0.00	954.15	0.00 290.09
Acr:07/02	07/15/02	AP 8013063	Contract services	0.00	308.80	0.00 93.88
Acr:07/02	07/15/02	AP 8013063	Contract services	0.00	103.15	0.00 31.36
Acr:07/02	07/20/02	AP 8013063	Contract services	0.00	309.44	0.00 94.08
Acr:07/02	07/20/02	AP 8013063	Contract services	0.00	240.29	0.00 73.06
Acr:07/02	07/22/02	AP 8013063	Contract services	0.00	184.92	0.00 56.22
Acr:07/02	07/31/02	AP 8013318	Contract services	0.00	428.29	0.00 130.21
Acr:07/02	07/31/02	AP 8013318	Contract services	0.00	871.91	0.00 265.08
Acr:07/02	07/31/02	JE 7112369	7/02 DOI chg per 8/27/02 memo	0.00	-4,038.89	0.00 -1,227.95
Acr:07/02	07/31/02	JE 7112369	7/02 DOI chg per 8/27/02 memo	0.00	4,038.89	0.00 1,227.91
220 10	Subtotal			0.00	29,927.90	0.00 8,847.88*
220 11	Cementing					
			Prior Balance	0.00	29,454.19	0.00 8,520.77
220 11	Subtotal			0.00	29,454.19	0.00 8,520.77*
220 12	Professional Serv.-Survey/Perm					
			Prior Balance	0.00	8,447.81	0.00 2,357.19
220 12	Subtotal			0.00	8,447.81	0.00 2,357.19*
220 13	Casing Crew/Laydown Machine					
			Prior Balance	0.00	11,267.10	0.00 3,301.13
220 13	Subtotal			0.00	11,267.10	0.00 3,301.13*
220 15	Chemicals/Drlg Fluids					
			Prior Balance	0.00	49,933.72	0.00 13,946.01
Acr:07/02	06/25/02	AP 8013033	Chemicals/Drlg Fluids	0.00	1,295.44	0.00 393.85
220 15	Subtotal			0.00	51,229.16	0.00 14,339.86*
220 16	Drilling Contractor					
			Prior Balance	0.00	478,574.06	0.00 133,536.91
220 16	Subtotal			0.00	478,574.06	0.00 133,536.91*

Account	Trans.	Reference		Gross		Net	
Main Sub	Date	Src Voucher	Description	Volume	Amount	Volume	Amount
220 18 Completion Rig							
Acr:07/02	06/27/02	AP 8012792	Completion Rig	0.00	7,473.90	0.00	2,272.30
220 18 Subtotal				0.00	7,473.90	0.00	2,272.30*
220 20 Location expense							
			Prior Balance	0.00	25,355.20	0.00	7,105.46
Acr:07/02	06/20/02	AP 8012800	Location expense	0.00	1,185.58	0.00	360.45
Acr:07/02	07/22/02	AP 8013193	Location expense	0.00	879.52	0.00	267.40
Acr:07/02	07/31/02	JE 7112369	7/02 DOI chg per 8/27/02 memo	0.00	-879.52	0.00	-267.40
Acr:07/02	07/31/02	JE 7112369	7/02 DOI chg per 8/27/02 memo	0.00	879.52	0.00	267.39
220 20 Subtotal				0.00	27,420.30	0.00	7,733.30*
220 21 Mobilization/Demobilization							
			Prior Balance	0.00	63,868.65	0.00	17,821.36
220 21 Subtotal				0.00	63,868.65	0.00	17,821.36*
220 22 Wireline - Perforating							
Acr:07/02	06/14/02	AP 8012832	Wireline - Perforating	0.00	14,323.65	0.00	4,354.83
220 22 Subtotal				0.00	14,323.65	0.00	4,354.83*
220 23 Wireline - Misc.							
Acr:07/02	07/17/02	AP 8012938	Wireline - Misc.	0.00	884.04	0.00	268.78
Acr:07/02	07/31/02	JE 7112369	7/02 DOI chg per 8/27/02 memo	0.00	-884.04	0.00	-268.78
Acr:07/02	07/31/02	JE 7112369	7/02 DOI chg per 8/27/02 memo	0.00	884.04	0.00	268.77
UnAccrued	08/29/02	AP 8013385	Wireline - Misc.	0.00	2,323.52	0.00	706.40
UnAccrued	08/31/02	AP 8013385	Wireline - Misc.	0.00	657.20	0.00	199.80
220 23 Subtotal				0.00	3,864.76	0.00	1,174.97*
220 25 Logging & testing							
			Prior Balance	0.00	29,025.36	0.00	8,114.73
Acr:07/02	06/13/02	AP 8012787	Logging & testing	0.00	6,969.83	0.00	2,119.04
Acr:07/02	06/25/02	AP 8012798	Logging & testing	0.00	6,479.99	0.00	1,970.12
Acr:07/02	06/25/02	AP 8012798	Logging & testing	0.00	3,058.10	0.00	929.76
UnAccrued	08/21/02	AP 8013446	Logging & testing	0.00	500.32	0.00	152.11
220 25 Subtotal				0.00	46,033.60	0.00	13,285.76*
220 26 Well Testing							
			Prior Balance	0.00	650.00	0.00	181.37
220 26 Subtotal				0.00	650.00	0.00	181.37*
220 34 Tubular goods-inspect & test							
			Prior Balance	0.00	6,348.06	0.00	1,824.88
UnAccrued	08/31/02	AP 8013463	Tubular goods-inspect & test	0.00	8,176.39	0.00	2,485.81
220 34 Subtotal				0.00	14,524.45	0.00	4,310.69*

Account	Trans.	Reference		Gross		Net	
Main Sub	Date	Src Voucher	Description	Volume	Amount	Volume	Amount
220 36	Rental - Portable Fld. Off.						
			Prior Balance	0.00	9,586.35	0.00	2,674.89
Acr:07/02	06/01/02	AP 8012793	Rental - Portable Fld. Off.	0.00	3,869.00	0.00	1,079.57
220 36	Subtotal			0.00	13,455.35	0.00	3,754.46*
220 37	Rental-Forklift/Backhoe/Dozer						
			Prior Balance	0.00	2,584.02	0.00	730.03
Acr:07/02	06/13/02	AP 8012877	Rental-Forklift/Backhoe/Dozer	0.00	432.48	0.00	131.49
Acr:07/02	06/20/02	AP 8012800	Rental-Forklift/Backhoe/Dozer	0.00	507.60	0.00	154.33
Acr:07/02	06/21/02	AP 8012800	Rental-Forklift/Backhoe/Dozer	0.00	507.60	0.00	154.33
Acr:07/02	06/24/02	AP 8012800	Rental-Forklift/Backhoe/Dozer	0.00	666.23	0.00	202.55
Acr:07/02	06/26/02	AP 8013051	Rental-Forklift/Backhoe/Dozer	0.00	571.05	0.00	173.62
Acr:07/02	06/28/02	AP 8013051	Rental-Forklift/Backhoe/Dozer	0.00	444.15	0.00	135.04
220 37	Subtotal			0.00	5,713.13	0.00	1,681.39*
220 38	Rental - BOPE						
			Prior Balance	0.00	8,077.64	0.00	2,253.91
Acr:07/02	06/05/02	AP 8012799	Rental - BOPE	0.00	6,873.75	0.00	1,917.99
220 38	Subtotal			0.00	14,951.39	0.00	4,171.90*
220 39	Rental - Drill Pipe/Tubing						
			Prior Balance	0.00	16,987.35	0.00	4,739.99
220 39	Subtotal			0.00	16,987.35	0.00	4,739.99*
220 40	Rental expense						
			Prior Balance	0.00	25,246.64	0.00	7,134.25
Acr:07/02	06/04/02	AP 8012799	Rental expense	0.00	674.16	0.00	188.11
Acr:07/02	06/25/02	AP 8012803	Rental expense	0.00	723.45	0.00	219.95
220 40	Subtotal			0.00	26,644.25	0.00	7,542.31*
220 44	Mud Logging						
			Prior Balance	0.00	31,628.08	0.00	8,825.22
220 44	Subtotal			0.00	31,628.08	0.00	8,825.22*
220 50	Supervision						
			Prior Balance	0.00	40,500.00	0.00	11,349.51
Acr:07/02	06/30/02	AP 8012769	Supervision	0.00	5,445.00	0.00	1,655.45
Acr:07/02	07/31/02	AP 8013035	Supervision	0.00	6,125.00	0.00	1,862.19
Acr:07/02	07/31/02	JE 7112369	7/02 DOI chg per 8/27/02 memo	0.00	-6,125.00	0.00	-1,862.19
Acr:07/02	07/31/02	JE 7112369	7/02 DOI chg per 8/27/02 memo	0.00	6,125.00	0.00	1,862.14
UnAccrued	08/31/02	AP 8013310	Supervision	0.00	1,920.00	0.00	583.72
220 50	Subtotal			0.00	53,990.00	0.00	15,450.82*

Account	Trans.	Reference		Gross		Net	
Main Sub	Date	Src Voucher	Description	Volume	Amount	Volume	Amount
220 59	Supplies - Misc.						
			Prior Balance	0.00	2,085.87	0.00	614.25
Acr:07/02	06/21/02	AP 8012836	Supplies - Misc.	0.00	132.01	0.00	40.14
Acr:07/02	06/26/02	AP 8013060	Supplies - Misc.	0.00	1,091.87	0.00	331.96
Acr:07/02	06/27/02	AP 8012814	Supplies - Misc.	0.00	525.22	0.00	159.68
Acr:07/02	06/30/02	AP 8012866	Supplies - Misc.	0.00	934.20	0.00	260.67
Acr:07/02	07/17/02	AP 8012999	Supplies - Misc.	0.00	86.46	0.00	26.29
Acr:07/02	07/30/02	AP 8013082	Supplies - Misc.	0.00	46.54	0.00	14.15
Acr:07/02	07/31/02	AP 8013031	Supplies - Misc.	0.00	665.35	0.00	202.29
Acr:07/02	07/31/02	JE 7112369	7/02 DOI chg per 8/27/02 memo	0.00	-798.35	0.00	-242.72
Acr:07/02	07/31/02	JE 7112369	7/02 DOI chg per 8/27/02 memo	0.00	798.35	0.00	242.72
220 59	Subtotal			0.00	5,567.52	0.00	1,649.43*
220 60	Supplies & bits						
			Prior Balance	0.00	36,337.92	0.00	10,139.42
UnAccrued	08/31/02	AP 8013461	Supplies & bits	0.00	5,471.12	0.00	1,663.34
220 60	Subtotal			0.00	41,809.04	0.00	11,802.76*
220 61	Fuel Power & Water						
			Prior Balance	0.00	66,198.43	0.00	18,471.45
220 61	Subtotal			0.00	66,198.43	0.00	18,471.45*
220 62	Pump/Vacuum Truck						
			Prior Balance	0.00	3,724.47	0.00	1,125.12
Acr:07/02	06/20/02	AP 8012804	Pump/Vacuum Truck	0.00	206.94	0.00	62.92
Acr:07/02	06/24/02	AP 8012921	Pump/Vacuum Truck	0.00	206.94	0.00	62.92
Acr:07/02	06/29/02	AP 8012921	Pump/Vacuum Truck	0.00	310.42	0.00	94.38
220 62	Subtotal			0.00	4,448.77	0.00	1,345.34*
220 70	Transportation						
			Prior Balance	0.00	3,463.79	0.00	1,011.91
220 70	Subtotal			0.00	3,463.79	0.00	1,011.91*
220 73	Communications						
			Prior Balance	0.00	309.82	0.00	86.45
220 73	Subtotal			0.00	309.82	0.00	86.45*
220 90	Drilling Overhead (COPAS)						
			Prior Balance	0.00	7,759.97	0.00	2,180.29
Acr:07/02	06/30/02	JE 7112335	6/02 Comp Ovhd Rate (6 days)	0.00	931.14	0.00	283.10
220 90	Subtotal			0.00	8,691.11	0.00	2,463.39*
220 91	Insurance						
			Prior Balance	0.00	22,512.20	0.00	8,664.27
220 91	Subtotal			0.00	22,512.20	0.00	8,664.27*

Account	Trans.	Reference		Gross		Net	
Main Sub	Date	Src Voucher	Description	Volume	Amount	Volume	Amount
220 202 IDC Accruals							
			Prior Balance	0.00	7,735.00	0.00	7,735.00
UnAccrued	07/01/02	JE 7090073	Reverse JE 7090071	0.00	-7,735.00	0.00	-7,735.00
220 202 Subtotal				0.00	0.00	0.00	0.00*
220			Intangible Drilling Costs-CIP Account Total	0.00	1,103,532.20	0.00	313,729.86**
230 52 Tubing							
			Prior Balance	0.00	39,305.25	0.00	11,950.01
230 52 Subtotal				0.00	39,305.25	0.00	11,950.01*
230 56 Down-hole equipment							
			Prior Balance	0.00	2,189.62	0.00	610.98
Acr:07/02	06/25/02	AP 8012773	Down-hole equipment	0.00	-278.60	0.00	-77.74
230 56 Subtotal				0.00	1,911.02	0.00	533.24*
230 90 Surface Casing							
			Prior Balance	0.00	6,555.59	0.00	1,829.22
230 90 Subtotal				0.00	6,555.59	0.00	1,829.22*
230 91 Intermed case							
			Prior Balance	0.00	53,874.80	0.00	15,032.80
230 91 Subtotal				0.00	53,874.80	0.00	15,032.80*
230 92 Production Casing							
			Prior Balance	0.00	115,409.80	0.00	35,088.13
230 92 Subtotal				0.00	115,409.80	0.00	35,088.13*
230 100 Surface & Production Equipment							
			Prior Balance	0.00	7,335.57	0.00	2,230.24
Acr:07/02	06/19/02	AP 8012797	Surface & Production Equipment	0.00	1,706.40	0.00	518.80
Acr:07/02	06/30/02	AP 8012962	Surface & Production Equipment	0.00	6,932.07	0.00	2,107.56
Acr:07/02	06/30/02	AP 8013064	Surface & Production Equipment	0.00	-239.81	0.00	-72.91
Acr:07/02	07/08/02	AP 8012828	Surface & Production Equipment	0.00	6,378.75	0.00	1,939.34
Acr:07/02	07/31/02	JE 7112369	7/02 DOI chg per 8/27/02 memo	0.00	-6,378.75	0.00	-1,939.34
Acr:07/02	07/31/02	JE 7112369	7/02 DOI chg per 8/27/02 memo	0.00	6,378.75	0.00	1,939.28
230 100 Subtotal				0.00	22,112.98	0.00	6,722.97*
230 105 Wellhead Equipment							
			Prior Balance	0.00	7,754.30	0.00	2,304.86
Acr:07/02	06/12/02	AP 8012869	Wellhead Equipment	0.00	5,523.86	0.00	1,679.42
Acr:07/02	07/11/02	AP 8012934	Wellhead Equipment	0.00	3,741.18	0.00	1,137.43
Acr:07/02	07/31/02	JE 7112369	7/02 DOI chg per 8/27/02 memo	0.00	-3,741.18	0.00	-1,137.43
Acr:07/02	07/31/02	JE 7112369	7/02 DOI chg per 8/27/02 memo	0.00	3,741.18	0.00	1,137.40
230 105 Subtotal				0.00	17,019.34	0.00	5,121.68*

Account		Trans.		Reference		Gross		Net	
Main	Sub	Date	Src Voucher	Description		Volume	Amount	Volume	Amount
230				Lease & Well Equipment-CIP	Account Total	0.00	256,188.78	0.00	76,278.05**
				Well Total		0.00	1,385,074.20	0.00	397,160.34**

Account Main Sub	Trans. Date	Reference Src Voucher	Description	Volume	Gross		Net	
					Amount	Volume	Amount	Amount
210	15	Legal/other professional fees	Prior Bal.	0.00	12,793.00	0.00		3,714.08
			Current Per	0.00	0.00	0.00		0.00
			Subtotal	0.00	12,793.00	0.00		3,714.08*
210	25	Business meals	Prior Bal.	0.00	14.75	0.00		4.12
			Current Per	0.00	0.00	0.00		0.00
			Subtotal	0.00	14.75	0.00		4.12*
210	30	Misc. supplies & information	Prior Bal.	0.00	545.00	0.00		152.07
			Current Per	0.00	15.63	0.00		5.47
			Subtotal	0.00	560.63	0.00		157.54*
210	46	Lease Bonus	Prior Bal.	0.00	200.00	0.00		120.00
			Current Per	0.00	0.00	0.00		0.00
			Subtotal	0.00	200.00	0.00		120.00*
210	47	Brokerage	Prior Bal.	0.00	2,585.01	0.00		576.85
			Current Per	0.00	0.00	0.00		0.00
			Subtotal	0.00	2,585.01	0.00		576.85*
210	48	Surface Damages	Prior Bal.	0.00	9,000.00	0.00		2,511.28
			Current Per	0.00	0.00	0.00		0.00
			Subtotal	0.00	9,000.00	0.00		2,511.28*
210	75	Delay Rentals	Prior Bal.	0.00	169.83	0.00		59.44
			Current Per	0.00	0.00	0.00		0.00
			Subtotal	0.00	169.83	0.00		59.44*
210	800	Recording Fees	Prior Bal.	0.00	0.00	0.00		0.00
			Current Per	0.00	30.00	0.00		9.12
			Subtotal	0.00	30.00	0.00		9.12*
210		Leasehold Costs KOC	Account Total	0.00	25,353.22	0.00		7,152.43**
24959.39								
220	6	Travel & expenses	Prior Bal.	0.00	27.53	0.00		7.68
			Current Per	0.00	74.91	0.00		22.77
			Subtotal	0.00	102.44	0.00		30.45*
220	10	Contract services	Prior Bal.	0.00	16,344.86	0.00		4,718.29
			Current Per	0.00	13,583.04	0.00		4,129.59
			Subtotal	0.00	29,927.90	0.00		8,847.88*
220	11	Cementing	Prior Bal.	0.00	29,454.19	0.00		8,520.77
			Current Per	0.00	0.00	0.00		0.00
			Subtotal	0.00	29,454.19	0.00		8,520.77*
220	12	Professional Serv.-Survey/Perm	Prior Bal.	0.00	8,447.81	0.00		2,357.19
			Current Per	0.00	0.00	0.00		0.00
			Subtotal	0.00	8,447.81	0.00		2,357.19*
220	13	Casing Crew/Laydown Machine	Prior Bal.	0.00	11,267.10	0.00		3,301.13
			Current Per	0.00	0.00	0.00		0.00
			Subtotal	0.00	11,267.10	0.00		3,301.13*
220	15	Chemicals/Drlg Fluids	Prior Bal.	0.00	49,933.72	0.00		13,946.01
			Current Per	0.00	1,295.44	0.00		393.85
			Subtotal	0.00	51,229.16	0.00		14,339.86*
220	16	Drilling Contractor	Prior Bal.	0.00	478,574.06	0.00		133,536.91
			Current Per	0.00	0.00	0.00		0.00
			Subtotal	0.00	478,574.06	0.00		133,536.91*
220	18	Completion Rig	Prior Bal.	0.00	0.00	0.00		0.00
			Current Per	0.00	7,473.90	0.00		2,272.30
			Subtotal	0.00	7,473.90	0.00		2,272.30*
220	20	Location expense	Prior Bal.	0.00	25,355.20	0.00		7,105.46
			Current Per	0.00	2,065.10	0.00		627.84
			Subtotal	0.00	27,420.30	0.00		7,733.30*

Account Main Sub	Trans. Date	Reference Src Voucher	Description	Volume	Gross		Net	
					Amount	Volume	Amount	Amount
220 21	Mobilization/Demobilization		Prior Bal.	0.00	63,868.65	0.00	17,821.36	
			Current Per	0.00	0.00	0.00	0.00	
			Subtotal	0.00	63,868.65	0.00	17,821.36*	
220 22	Wireline - Perforating		Prior Bal.	0.00	0.00	0.00	0.00	
			Current Per	0.00	14,323.65	0.00	4,354.83	
			Subtotal	0.00	14,323.65	0.00	4,354.83*	
220 23	Wireline - Misc.		Prior Bal.	0.00	0.00	0.00	0.00	
			Current Per	0.00	3,864.76	0.00	1,174.97	
			Subtotal	0.00	3,864.76	0.00	1,174.97*	
220 25	Logging & testing		Prior Bal.	0.00	29,025.36	0.00	8,114.73	
			Current Per	0.00	17,008.24	0.00	5,171.03	
			Subtotal	0.00	46,033.60	0.00	13,285.76*	
220 26	Well Testing		Prior Bal.	0.00	650.00	0.00	181.37	
			Current Per	0.00	0.00	0.00	0.00	
			Subtotal	0.00	650.00	0.00	181.37*	
220 34	Tubular goods-inspect & test		Prior Bal.	0.00	6,348.06	0.00	1,824.88	
			Current Per	0.00	8,176.39	0.00	2,485.81	
			Subtotal	0.00	14,524.45	0.00	4,310.69*	
220 36	Rental - Portable Fld. Off.		Prior Bal.	0.00	9,586.35	0.00	2,674.89	
			Current Per	0.00	3,869.00	0.00	1,079.57	
			Subtotal	0.00	13,455.35	0.00	3,754.46*	
220 37	Rental-Forklift/Backhoe/Dozer		Prior Bal.	0.00	2,584.02	0.00	730.03	
			Current Per	0.00	3,129.11	0.00	951.36	
			Subtotal	0.00	5,713.13	0.00	1,681.39*	
220 38	Rental - BOPE		Prior Bal.	0.00	8,077.64	0.00	2,253.91	
			Current Per	0.00	6,873.75	0.00	1,917.99	
			Subtotal	0.00	14,951.39	0.00	4,171.90*	
220 39	Rental - Drill Pipe/Tubing		Prior Bal.	0.00	16,987.35	0.00	4,739.99	
			Current Per	0.00	0.00	0.00	0.00	
			Subtotal	0.00	16,987.35	0.00	4,739.99*	
220 40	Rental expense		Prior Bal.	0.00	25,246.64	0.00	7,134.25	
			Current Per	0.00	1,397.61	0.00	408.06	
			Subtotal	0.00	26,644.25	0.00	7,542.31*	
220 44	Mud Logging		Prior Bal.	0.00	31,628.08	0.00	8,825.22	
			Current Per	0.00	0.00	0.00	0.00	
			Subtotal	0.00	31,628.08	0.00	8,825.22*	
220 50	Supervision		Prior Bal.	0.00	40,500.00	0.00	11,349.51	
			Current Per	0.00	13,490.00	0.00	4,101.31	
			Subtotal	0.00	53,990.00	0.00	15,450.82*	
220 59	Supplies - Misc.		Prior Bal.	0.00	2,085.87	0.00	614.25	
			Current Per	0.00	3,481.65	0.00	1,035.18	
			Subtotal	0.00	5,567.52	0.00	1,649.43*	
220 60	Supplies & bits		Prior Bal.	0.00	36,337.92	0.00	10,139.42	
			Current Per	0.00	5,471.12	0.00	1,663.34	
			Subtotal	0.00	41,809.04	0.00	11,802.76*	
220 61	Fuel Power & Water		Prior Bal.	0.00	66,198.43	0.00	18,471.45	
			Current Per	0.00	0.00	0.00	0.00	
			Subtotal	0.00	66,198.43	0.00	18,471.45*	
220 62	Pump/Vacuum Truck		Prior Bal.	0.00	3,724.47	0.00	1,125.12	
			Current Per	0.00	724.30	0.00	220.22	
			Subtotal	0.00	4,448.77	0.00	1,345.34*	
220 70	Transportation		Prior Bal.	0.00	3,463.79	0.00	1,011.91	
			Current Per	0.00	0.00	0.00	0.00	
			Subtotal	0.00	3,463.79	0.00	1,011.91*	

Account Main Sub	Trans. -----		Reference Description	Gross-----		Net-----	
	Date	Src Voucher		Volume	Amount	Volume	Amount
220 73 Communications			Prior Bal.	0.00	309.82	0.00	86.45
			Current Per	0.00	0.00	0.00	0.00
			Subtotal	0.00	309.82	0.00	86.45*
220 90 Drilling Overhead (COPAS)			Prior Bal.	0.00	7,759.97	0.00	2,180.29
			Current Per	0.00	931.14	0.00	283.10
			Subtotal	0.00	8,691.11	0.00	2,463.39*
220 91 Insurance			Prior Bal.	0.00	22,512.20	0.00	8,664.27
			Current Per	0.00	0.00	0.00	0.00
			Subtotal	0.00	22,512.20	0.00	8,664.27*
220 202 IDC Accruals			Prior Bal.	0.00	7,735.00	0.00	7,735.00
			Current Per	0.00	-7,735.00	0.00	-7,735.00
			Subtotal	0.00	0.00	0.00	0.00*
220 Intangible Drilling Costs-CIP			Account Total	0.00	1,103,532.20	0.00	313,729.86**
230 52 Tubing			Prior Bal.	0.00	39,305.25	0.00	11,950.01
			Current Per	0.00	0.00	0.00	0.00
			Subtotal	0.00	39,305.25	0.00	11,950.01*
230 56 Down-hole equipment			Prior Bal.	0.00	2,189.62	0.00	610.98
			Current Per	0.00	-278.60	0.00	-77.74
			Subtotal	0.00	1,911.02	0.00	533.24*
230 90 Surface Casing			Prior Bal.	0.00	6,555.59	0.00	1,829.22
			Current Per	0.00	0.00	0.00	0.00
			Subtotal	0.00	6,555.59	0.00	1,829.22*
230 91 Intermed case			Prior Bal.	0.00	53,874.80	0.00	15,032.80
			Current Per	0.00	0.00	0.00	0.00
			Subtotal	0.00	53,874.80	0.00	15,032.80*
230 92 Production Casing			Prior Bal.	0.00	115,409.80	0.00	35,088.13
			Current Per	0.00	0.00	0.00	0.00
			Subtotal	0.00	115,409.80	0.00	35,088.13*
230 100 Surface & Production Equipment			Prior Bal.	0.00	7,335.57	0.00	2,230.24
			Current Per	0.00	14,777.41	0.00	4,492.73
			Subtotal	0.00	22,112.98	0.00	6,722.97*
230 105 Wellhead Equipment			Prior Bal.	0.00	7,754.30	0.00	2,304.86
			Current Per	0.00	9,265.04	0.00	2,816.82
			Subtotal	0.00	17,019.34	0.00	5,121.68*
230 Lease & Well Equipment-CIP			Account Total	0.00	256,188.78	0.00	76,278.05**
Company Total (All Wells)				0.00	1,385,074.20	0.00	397,160.34**