

DISTRICT I P.O. Box 1980, Hobbs, NM 88240

DISTRICT II P.O. Drawer DD, Artesia, NM 88210

DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410

OIL CONSERVATION DIVISION 2040 Pacheco St. Santa Fe, NM 87505

WELL API NO. 30-005-63257
5. Indicate Type of Lease STATE [] FEE [X]
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Mesa State Com "31" STATE CORR
8. Well No. 2
9. Pool name or Wildcat Diamond Mound Morrow

SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS)

1. Type of Well: OIL WELL [] GAS WELL [X] OTHER
2. Name of Operator Ocean Energy, Inc
3. Address of Operator 4305 N. Garfield, Suite 200A, Midland, Texas 79705

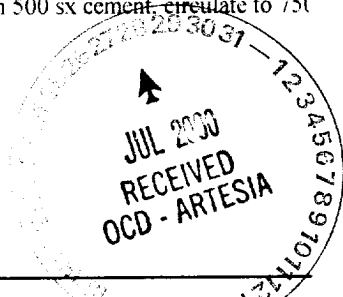
4. Well Location Unit Letter A : 990' Feet From The North Line and 990' Feet From The East Line Section 31 Township 15S Range 28E NMPM Chaves County

10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3608 GR

Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data

11. NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK [] PLUG AND ABANDON [] TEMPORARILY ABANDON [] CHANGE PLANS [] PULL OR ALTER CASING [X] OTHER: []
SUBSEQUENT REPORT OF: REMEDIAL WORK [] ALTERING CASING [] COMMENCE DRILLING OPNS. [] PLUG AND ABANDONMENT [] CASING TEST AND CEMENT JOB [] OTHER: []

12. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent date, including estimated date of starting any proposed work). SEE RULE 1103.
1. Set 40' of 20" conductor pipe and cement to surface with Redi-mix.
2. Drill 17 1/2" hole to 500', run 13 3/8" H-40. 48# ST&C casing and cement w/ 400 sx cement. circulate to surface.
3. Drill 11" hole to 2000', run 8 5/8" 32# K-55 STC and circulate w/ 600sx.
4. Drill 7 7/8" hole to 9250'. if well logs indicate economic production, run 5 1/2" 17# L-80 LT&C. Cement with 500 sx cement, circulate to 750'



I hereby certify that the information above is true and complete to the best of my knowledge and belief.
SIGNATURE: Janice Holley TITLE: Production Analyst DATE: 07/27/00
TYPE OR PRINT NAME: Janice Holley TELEPHONE NO.: 915-683-3003

(This space for State Use) APPROVED BY: TITLE: DATE: AUG 7 2000

CONDITIONS OF APPROVAL, IF ANY: Re-submitting note was on all strings of casing. BCC

For Record only Federal Well