

United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Carlsbad Field Office 620 E. Greene St. Carlsbad, NM 88220-6292

In Reply Refer To: 3162.4 (080) LC-029390-A, LC-059569-B, NM-0560290, NM-0560294, NM-4030

Ocean Energy, Inc. 1001 Fannin, Suite 1600 Houston, TX 77002



JUN 0 5 2003

Gentlemen:

Your Applications for Permit to Drill (APDs), for the following wells have expired because drilling has not commenced within one year of the approval date as stated in the General Requirements for Oil and Gas Operations on Federal Leases.

30-015-3/639 Sec. 28, T.18S, R.31E Shugart "28" Federal #3 2180'/S & 1330'/E LC-029390-A APD was approved on 03/01/01, last approved APD extension expired on 03/01/03 30-015-31013 660'/N & 800'/W Shurgart "21" Federal #2 APD was approved on 12/10/01 Burton Flat Deep Unit #43 990'/S & 660'/E NM-0560290 APD was approved on 01/18/02 30 - 015 - 56 Sec. 27, T.20S, R.28E 660'/S & 660'/W NM-0560294 Burton Flat Deep Unit #42 APD was approved on 10/15/01 660'/S & 660'/E Cook Federal "10" #2 APD was approved on 06/18/01 NM-4030 APD was approved on 06/18/01

If drilling operations have commenced on the referenced wells, please contact this office at (505) 234-5972 and send all necessary reports (spud, casing/cementing, etc., 1 original and 5 copies for each well) to the Roswell Field Office, 2909 West Second Street, Roswell, New Mexico 88202, so we may correct our records.

If the wells have not been spudded, but site construction activities have occurred, please contact this office at the above telephone number for surface reclamation instructions.

If you wish to drill these wells at a later date, please submit a complete application (1 original and 5 copies for each well) to the Roswell Field Office. Since the original APDs have expired, the resubmitted APDs will be subject to