

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT  
SUBSTITUTE FORM 3160-5 (APPROVED June, 1992, revised May, 2000)  
SUNDRY NOTICES AND REPORTS ON WELLS

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| 1. TYPE OF WELL<br>Gas Well  | 5. LEASE DESIGNATION AND SERIAL NO.<br>NMNM-103571 |
| 2. NAME OF OPERATOR<br>KUKUI Operating Company   | 6. IF INDIAN, ALL., OR TRIBE NAME                  |
| 3a. ADDRESS<br>601 Vestavia Parkway, Suite 240<br>Vestavia, Alabama 35216  | 7. IF UNIT OR CA, AGREEMENT DESIGN.                |
| 3b. Telephone Number (include area code)<br>205/823-2977   | 8. WELL NAME AND NO.<br>Highlands "25" Federal #1  |
| 4. LOCATION OF WELL<br>(Footage, Sec. T. R. M., or Survey Description)<br>1900' FNL & 1980' FEL of Sec. 25-T19S-R21E | 9. API WELL NO.                                    |
|  | 10. FIELD & POOL, OR EXPLORATORY AREA              |
|  | 11. COUNTY OR PARISH, STATE;<br>Eddy, New Mexico   |
| 12. FILL IN APPROPRIATE DESCRIPTION TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA                               |  |

TYPE OF SUBMISSION:  
Subsequent Report

TYPE OF ACTION:  
Additional Data

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.

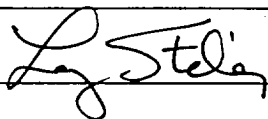
Clarification of "Pressure Control Equipment" (Item 10 of APD)

- 1.) Set 40' of 13 3/8" conductor pipe. Install 13 5/8" starter head and rotating head. Drill 12 1/4" hole to 1,450'. Set 9 5/8" surface casing. Cement to surface.
- 2.) Nipple up 11", 5M - SRRA stack. Test BOPE and 9 5/8" surface casing to 70% of rated internal yield of casing.

14. I HEREBY CERTIFY THAT THE FOREGOING IS TRUE AND CORRECT.  
Name (Printed or Typed)

Larry Strider

SIGNED



TITLE District Operations Manager

DATE 4/20/01

(THIS SPACE FOR FEDERAL OR STATE OFFICE USE)

APPROVED BY /s/ LESLIE A. THEISS

TITLE FIELD MANAGER

DATE AUG 08 2001

CONDITIONS OF APPROVAL, IF ANY ARE ATTACHED.

RECEIVED  
2001 APR 24 AM 8:52  
BUREAU OF LAND MGMT  
ROSELLE OFFICE