

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0136
Expires November 30, 2000

APPLICATION FOR PERMIT TO DRILL OR REENTER

1a. Type of Work: <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER		5. Lease Serial No. NMSF - 078578
1b. Type of Well: <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input checked="" type="checkbox"/> Single Zone <input type="checkbox"/> Multiple Zone		6. If Indian, Allottee or Tribe Name
2. Name of Operator BP AMERICA PRODUCTION COMPANY		7. If Unit or CA Agreement, Name and No.
Contact: MARY CORLEY E-Mail: corleyml@bp.com		8. Lease Name and Well No. LINDA NYE 1B
3a. Address P.O. BOX 3092 HOUSTON, TX 77253	3b. Phone No. (include area code) Ph: 281.366.4491 Fx: 281.366.0700	9. API Well No. 3004531331
4. Location of Well (Report location clearly and in accordance with any State requirements. *) At surface SWNE Lot G 2130FNL 1755FEL 36.47900 N Lat, 107.41800 W Lon At proposed prod. zone SWNE Lot G 1910FNL 2155FEL 36.47900 N Lat, 107.41800 W Lon		10. Field and Pool, or Exploratory BLANCO MESAVERDE
14. Distance in miles and direction from nearest town or post office* 19 + MILES FROM BLOOMFIELD, NEW MEXICO		11. Sec., T., R., M., or Blk. and Survey or Area Sec 20 T30N R8W Mer NMP G
15. Distance from proposed location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 1755	16. No. of Acres in Lease 311.00	12. County or Parish SAN JUAN
18. Distance from proposed location to nearest well, drilling, completed, applied for, on this lease, ft. 800	19. Proposed Depth 5191 MD 5132 TVD	13. State NM
21. Elevations (Show whether DF, KB, RT, GL, etc.) 5766 GL	22. Approximate date work will start 02/15/2003	17. Spacing Unit dedicated to this well 46 311.00 N/A
20. BLM/BIA Bond No. on file WY2924		23. Estimated duration 7 DAYS

24. Attachments

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, shall be attached to this form:

- | | |
|---|--|
| 1. Well plat certified by a registered surveyor. | 4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above). |
| 2. A Drilling Plan. | 5. Operator certification |
| 3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office). | 6. Such other site specific information and/or plans as may be required by the authorized officer. |

25. Signature (Electronic Submission)	Name (Printed/Typed) MARY CORLEY	Date 01/08/2003
Title AUTHORIZED REPRESENTATIVE		
Approved by (Signature) David J. Menkiewicz	Name (Printed/Typed)	Date FEB 25 2003
Title	Office	

Application approval does not warrant or certify the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.
Conditions of approval, if any, are attached.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make 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.

Additional Operator Remarks (see next page)

HOLD C104 FOR Directional Survey

Electronic Submission #17427 verified by the BLM Well Information System
For BP AMERICA PRODUCTION COMPANY, sent to the Farmington

This action is subject to technical and procedural review pursuant to 43 CFR 3165.3 and appeal pursuant to 43 CFR 3165.4

DRILLING OPERATIONS AUTHORIZED ARE
SUBJECT TO COMPLIANCE WITH ATTACHED
"GENERAL REQUIREMENTS".

** ORIGINAL ** ORIGINAL ** ORIGINAL ** ORIGINAL ** ORIGINAL ** ORIGINAL ** ORIGINAL **

NMOCD

District I
PO Box 1980, Hobbs NM 88241-1980
District II
PO Drawer KK, Artesia, NM 87211-0719
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
PO Box 2088, Santa Fe, NM 87504-2088

State of New Mexico
Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION
PO Box 2088
Santa Fe, NM 87504-2088

Form C-102
Revised February 21, 1994

Instructions on back
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

1 API Number 30-045-31331		2 Pool Code 72319		3 Pool Name BLANCO MESA VERDE		
4 Property Code 00935		5 Property Name Linda Nye			6 Well Number # 1B	
7 OGRID No. 000778		8 Operator Name BP AMERICA PRODUCTION COMPANY			9 Elevation 5766	

10 Surface Location

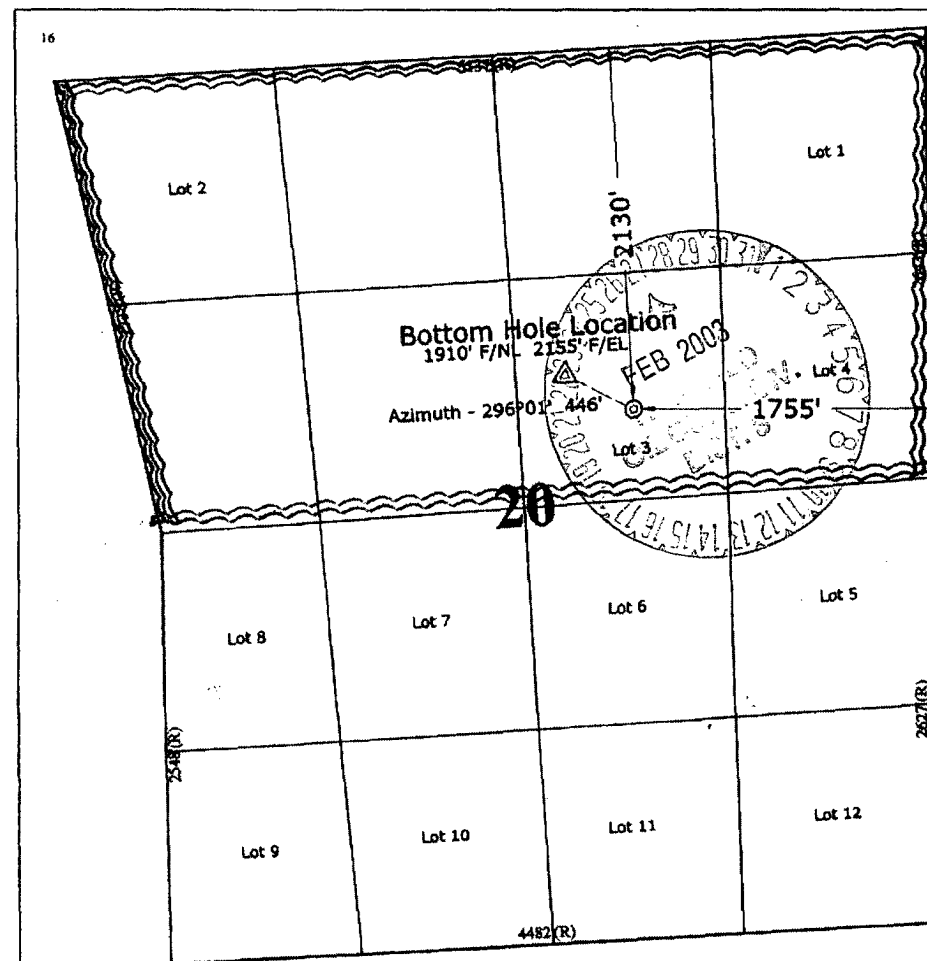
UL or Lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
G (Lot 3)	20	30 N	8 W		2130	NORTH	1755	EAST	SAN JUAN

11 Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
G (Lot 3)	20	30 N	8 W		1910	NORTH	2155	EAST	SAN JUAN

12 Dedicated Acres 311.45	13 Joint or Infill	14 Consolidation Code	15 Order No.
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NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED
OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



17 OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief

Signature: *Mary Corley*
Printed Name: MARY CORLEY
Title: Sr. Regulatory Analyst
Date: 12.19.2002

18 SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

December 3, 2002

Date of Survey
Signature and Seal of Professional Surveyor
GARY D. VANN
NEW MEXICO
REGISTERED PROFESSIONAL LAND SURVEYOR
7016
Certificate Number

**BP AMERICA PRODUCTION COMPANY
DRILLING AND COMPLETION PROGRAM**

Prospect Name: Linda Nye
Lease: Linda Nye
County: San Juan
State: New Mexico
Date: December 19, 2002

Well No: 1 B
Surface Location: 20-30N-8W, 2130 FNL, 1755 FEL
Field: Blanco Mesaverde
Bottom Location: 20-30N-8W, 1910 FNL, 2155 FEL

OBJECTIVE: Drill 50' below the top of the Mancos Shale, set 4 1/2" production liner, Stimulate CH, MF and PL intervals

METHOD OF DRILLING		APPROXIMATE DEPTHS OF GEOLOGICAL MARKER			
TYPE OF TOOLS	DEPTH OF DRILLING	Estimated GL: 5736'		Estimated KB: 5749'	
Rotary	0 - TD				
LOG PROGRAM					
TYPE	DEPTH INVERAL	MARKER		TVD	MD
<u>OPEN HOLE</u>		Ojo Alamo		1292'	1319'
None		Kirtland		1514'	1550'
		Fruitland		1840'	1890'
		Fruitland Coal	*	1978'	2033'
		Pictured Cliffs	*	2485'	2544'
		Lewis	#	2632'	2691'
		Cliff House	#	3997'	4056'
		Menefee	#	4316'	4375'
		Point Lookout	#	4693'	4752'
		Mancos		5082'	5141'
		TOTAL DEPTH		5132'	5191'
		# Probable completion interval		* Possible Pay	
SPECIAL TESTS		DRILL CUTTING SAMPLES		DRILLING TIME	
TYPE		FREQUENCY	DEPTH	FREQUENCY	DEPTH
None		None	Production hole	Geograph	0-TD
REMARKS:					
- Please report any flares (magnitude & duration).					

MUD PROGRAM:					
Approx. Interval	Type Mud	Weight, #/gal	Vis, sec/qt	W/L cc's/30 min	Other Specification
0 - 120	Spud	8.6-9.2			
120 - 1982 (1)	Water/LSND	8.6-9.2		<6	
1982 - 5191	Gas/Air/N2/Mist	Volume sufficient to maintain a stable and clean wellbore			

REMARKS:

(1) The hole will require sweeps to keep unloaded while fresh water drilling. Let hole conditions dictate frequency.

CASING PROGRAM: (Normally, tubular goods allocation letter specifies casing sizes to be used. Hole sizes will be governed by Contract)

Casing String	Estimated Depth	Casing Size	Grade	Weight	Hole Size	Landing Pt, Cmt, Etc.
Surface/Conductor	120	9 5/8"	H-40 ST&C	32#	13.5"	1
Intermediate 1	1982	7"	J/K-55 ST&C	20#	8.75"	1,2
Production	5191	4 1/2"	J-55	10.5#	6.25"	3,4

REMARKS:

- (1) Circulate Cement to Surface
- (2) Set casing 50' above Fruitland Coal
- (3) Bring cement 100' above 7" shoe
- (4) 100' Overlap

CORING PROGRAM:

None

COMPLETION PROGRAM:

Rigless, 3-4 Stage Limited Entry Hydraulic Frac

GENERAL REMARKS:

Notify BLM/NMOCD 24 hours prior to Spud; BOP testing, and Casing and Cementing.

Form 46 Reviewed by:

Logging program reviewed by: N/A

PREPARED BY:

APPROVED:

DATE:

HGJ/MNP

September 20, 2002

Form 46 12-00 MNP

Version 1.0

BP America Production Company

BOP Pressure Testing Requirements

Well Name: Linda Nye
County: San Juan

1 B
State: New Mexico

Formation	TVD	Anticipated Bottom Hole Pressure	Maximum Anticipated Surface Pressure **
Ojo Alamo	1292'		
Fruitland Coal	1978'		
PC	2485'		
Lewis Shale	2632'		
Cliff House	3997'	500	0
Menefee Shale	4316'		
Point Lookout	4693'	600	0
Mancos	5082'		
TD	5132'		

** Note: Determined using the following formula: $ABHP - (.22 \times TVD) = ASP$

Requested BOP Pressure Test Exception: 750 psi

SAN JUAN BASIN
Mesaverde Formation
Pressure Control Equipment

Background

The objective Mesaverde formation maximum surface pressure is anticipated to be less than 1000 PSI, based on shut-in surface pressures from adjacent wells. Pressure control equipment working pressure minimum requirements are therefore 2000 PSI. Equipment to be used will conform to API RP-53 (Figure 2.C.2) for a 2000 PSI system per Federal Onshore Order No. 2. Due to available conventional equipment within the area, 3000 PSI rated pressure control equipment will typically be utilized in a double ram type arrangement. Regional drilling rights to be utilized have substructure height limitations which exclude the use of annular preventers; therefore a rotating head will be installed above these rams. This pressure control equipment will be utilized for conventional drilling below conductor to total depth. No abnormal temperature, pressure, or Hydrogen Sulfide gas is anticipated.

Equipment Specification

Interval

BOP Equipment

Below conductor casing to total depth

11" nominal or 7 1/16", 3000 PSI double ram preventer with rotating head.

All ram type preventers and related control equipment will be hydraulically tested to 250 PSI (low pressure) and 750 PSI (high pressure), upon installation, following any repairs or equipment replacements, or at 30 day intervals. Accessories to BOP equipment will include Kelly cock, upper Kelly cock with a handle available, floor safety valves and choke manifold which will also be tested to equivalent pressure at the appropriate intervals.

Cementing Program

Well Name: Linda Nye 1B Location: 20-30N-8W, 2130 FNL, 1755 FNL County: San Juan State: New Mexico	Field: Blanco Mesaverde / Basin Dakota API No. Well Flac Formation: Dakota KB Elev (est) 6272 GL Elev. (est) 6258
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Casing Program:

Casing String	Est. Depth (ft.)	Hole Size (in.)	Casing Size (in.)	Thread	TOC (ft.)	Stage Tool Or TOL (ft.)	Cmt Cir. Out (bbl.)
Surface	120	12.25	9.625	ST&C	Surface	NA	
Intermediate	1982	8.75	7	LT&C	Surface	NA	
Production -	5191	6.25	4.5		1882	NA	

Casing Properties:

(No Safety Factor Included)

Casing String	Size (in.)	Weight (lb/ft)	Grade	Burst (psi.)	Collapse (psi.)	Joint St. (1000 lbs.)	Capacity (bbl/ft.)	Drift (in.)
Surface		9.625	32 H-40	3370		1400	254	0.0787
Intermediate		7	20 K-55	3740		2270	234	0.0405
Production -		4.5	11.6 J-55	5350		4960	154	0.0155

Mud Program

Apx. Interval (ft.)	Mud Type	Mud Weight	<u>Recommended Mud Properties Prio Cementing:</u>
			PV <20
			YP <10
			Fluid Los: <15
0 - SCP	Water/Spud	8.6-9.2	
SCP - ICP	Water/LSND	8.6-9.2	
ICP - ICP2	Gas/Air Mist	NA	
ICP2 - TD	LSND	8.6 - 9.2	

Cementing Program:

	Surface	Intermediate	Production
Excess %, Lead	100	100	40
Excess %, Tail	NA	0	40
BHST (est deg. F)	72	110	159
Time Between Stages, (hr)	NA	NA	NA
Special Instructions	1,6	1,6	2,6

1. Do not wash pumps and lines.
2. Wash pumps and lines.
3. Reverse out
4. Run Blend Test on Cement
5. Record Rate, Pressure, and Density on 3.5" disk
6. Confirm densitometer with pressurized mud scales
7. 1" cement to surface if cement is not circulated.
8. If cement is not circulated to surface, run temp. survey 10-12 hr. after landing plug.

Notes:

*Do not wash up on top of plug. Wash lines before displacing production cement job to minimize drillout.

Surface:

Preflush	20 bbl.	FreshWater
Slurry 1	70 sx Class G Cement	75 cuft
TOC@Surface	+ 2% CaCl ₂ (accelerator)	
	0.25 #/sk Cellophane Flake (lost circulation additive)	0.3132 cuft/ft OH
	0.1% D46 antifoam	100 % excess
Slurry Properties:	Density (lb/gal)	Yield (ft ³ /sk)
	Water (gal/sk)	
Slurry 1	15.8	1.16
		4.95

Cementing Program

Casing Equipment: 9-5/8", 8R, ST&C
 1 Guide Shoe
 1 Top Wooden Plug
 1 Autofill insert float valve
 Centralizers, 1 per joint except top joint
 1 Stop Ring
 1 Thread Lock Compound

Intermediate:

Fresh Water	20 bbl	fresh water	
Lead	170 sx Class "G" Cement		430 cuft
Slurry 1	+ 3% D79 extender		
TOC@Surface	+ 1/4 #/sk. Cellophane Flake		
	+ 0.1% D46 antifoam'		
Tail	60 sx 50/50 Class "G"/Poz		75 cuft
Slurry 2	+ 2% gel (extender)		
	0.1% D46 antifoam		
500 ft fill	+ 1/4 #/sk. Cellophane Flake		0.1503 cuft/ft OH
	+ 2% S1 Calcium Chloride		0.1746 cuft/ft csg ann
			80 % excess

Slurry Properties:	Density	Yield	Water
	(lb/gal)	(ft3/sk)	(gal/sk)
Slurry 1	11.7	2.61	17.77
Slurry 2	13.5	1.27	5.72

Casing Equipment: 7", 8R, ST&C
 1 Float Shoe
 1 Float Collar
 1 Stop Ring
 Centralizers, one every other joint to base of Ojo
 2 Turbolizers across Ojo
 Centralizers, one every 4th joint from Ojo to base of surface casing
 1 Top Rubber Plug
 1 Thread Lock Compound

Production:

Fresh Water	10 bbl	CW100	
Slurry	190 LiteCrete D961 / D124 / D154		477 cuft
	+ 0.03 gps D47 antifoam		
	+ 0.5% D112 fluid loss		
TOC@Liner Top	+ 0.11% D65 TIC		

Slurry Properties:	Density	Yield	Water	0.1026 cuft/ft OH
	(lb/gal)	(ft3/sk)	(gal/sk)	40 % excess
Slurry	9.5	2.52	6.38	0.1169 cuft/ft csg ann