FORM APPROVED **UNITED STATES** OMB No 1004-0135 DEPARTMENT OF THE INTERIOR Expires July 31, 2010 **BUREAU OF LAND MANAGEMENT** Lease Serial No SUNDRY NOTICES AND REPORTS ON WELLS NM 03526 Do not use this form for proposals to drill or to re-enter an If Indian, Allottee or tribe Name Abandoned well. Use Form 3160-3 (APD) for such proposals. If Unit or CA/Agreement, Name and/or No SUBMIT IN TRIPLICATE - Other instructions on reverse side Type of Well Well Name and No. Oil Well Gas Well Other Gallegos Canyon Unit 510 Name of Operator API Well No. **BP America Production Company** Attn: Cherry Hlava 30-045-28311 Field and Pool, or Exploratory Area 3a. Address 3b. Phone No. (include area code) P.O. Box 3092 Houston, TX 77253 281-366-4081 W. Kutz PC & Pinon Fruitland Sand Location of Well (Footage, Sec., T., R., M., or Survey Description) County or Parish, State 1075' FNL & 1655' FEL SEC 28 T29N R12W San Juan County, New Mexico 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OR NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Acıdize Production (Start/Resume) Deepen Water shut-Off Notice of Intent Reclamation Alter Casing Fracture Treat Well Integrity Other Chng Allocation Casing Repair **New Construction** Recomplete method to percent RCVD OCT 15'08 Subsequent Report Change Plans Plug and Abandon Water Disposal OTL COMS. DIV. Plug Back Convert to Injection Final Abandonment Notice 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 recomplete 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 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. The above mentioned well has been allocating production based on the subtraction method using future decline from the PC since Feb. 2003. BP respectfully requests permission to change the allocation from the subtraction method to a percentage based on previous months of production. The new allocation is FT Sand 27% & PC 73% DHC1023A-2 I hereby certify that the foregoing is true and correct Name (Printed/typed) Cherry Hlava Title Regulatory Analyst 10/06/2008 Signature Cherry Hlava THIS SPACE FOR FEDERAL OR STATE OFFICE USE 10-10-08 600 Approved by

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 witin its jurisdiction.

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Conditions of approval, if any, are attached. Approval of this notice does not warrant or Certify that the applicant holds legal or equitable title to those rights in the

subject lease which would entitle the applicant to conduct operations thereon.