

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB NO. 1004-0135
Expires: November 30, 2000

SUNDRY NOTICES AND REPORTS ON WELLS
Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.

5. Lease Serial No.
NMSF076337

6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE - Other instructions on reverse side.

7. If Unit or CA/Agreement, Name and/or No.
NMMN73914

1. Type of Well
 Oil Well Gas Well Other

8. Well Name and No.
LOBATO GAS COM E 1M

2. Name of Operator
BP AMERICA PRODUCTION CO

Contact: CHERRY HLAVA
E-Mail: hlavacl@bp.com

9. API Well No.
30-045-31906-00-X1

3a. Address
P. O. BOX 3092
HOUSTON, TX 77253

3b. Phone No. (include area code)
Ph: 281.366.4081
Fx: 281.366.0700

10. Field and Pool, or Exploratory
BASIN DAKOTA
BLANCO MESAVERDE

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
Sec 3 T29N R9W SWSW 1130FSL 580FWL

11. County or Parish, and State
SAN JUAN COUNTY, NM

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

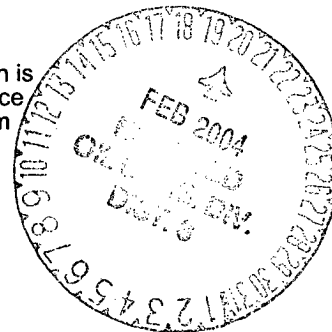
TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	Change to Original APD
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

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 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 or recompletion 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.)

Original APD submitted on 09/19/2003. APPROVED on 01/06/2004.

On the subject well we submitted the APD with the 7" setting depth at 2958' MD. That depth is incorrect. We intend to set the casing 100 true vertical feet below the top of the Lewis. Since this is a directional well that depth will be at 2750' MD. Please see revised cement program attached.

If you have any questions please call Harald Jordan @ 505-326-9202



14. I hereby certify that the foregoing is true and correct.

**Electronic Submission #27780 verified by the BLM Well Information System
For BP AMERICA PRODUCTION CO, sent to the Farmington
Committed to AFMSS for processing by ADRIENNE GARCIA on 02/17/2004 (04AXG0599SE)**

Name (Printed/Typed) CHERRY HLAVA

Title AUTHORIZED REPRESENTATIVE

Signature (Electronic Submission)

Date 02/11/2004

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By

Harald Jordan

Title

Petr. Eng

Date

2/12/04

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.

Office

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.

**** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ****

Cementing Program

REVISED

Well Name:	Lobato GC E1M	Field:	Blanco Mesaverde / Basin Dakota
Location:	02-29N-09W, 1130 FSL, 580 FWL	API No.	
County:	San Juan	Well Flac	
State:	New Mexico	Formation:	Dakota MesaVerde
		KB Elev (est)	5779
		GL Elev. (est)	5765

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	200	12.25	9.625	ST&C	Surface	NA	
Intermediate	2750	8.75	7	ST&C	Surface	NA	
Production -	7288	6.25	4.5	ST&C	2650	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	2270	1400	254	0.0787	8.845
Intermediate		7	20 K-55	3740	2270	234	0.0405	6.456	
Production -		4.5	11.6 J-55	5350	4960	154	0.0155	3.875	

Mud Program

Apx. Interval (ft.)	Mud Type	Mud Weight	Recommended Mud Properties Prio Cementing:
0 - SCP	Water/Spud	8.6-9.2	PV <20 YP <10 Fluid Loss <15
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	75	40
Excess %, Tail	NA	0	40
BHST (est deg. F)	75	120	183
Special Instructions	1,6,7	1,6,8	2,4,6

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.	Fresh Water	
Slurry 1	110 sx Class G Cement		125 cuft
TOC@Surface	+ 2% CaCl2 (accelerator)		
	0.25 #/sk Cellophane Flake (lost circulation additive)		0.3132 cuft/ft OH
	0.1% D46 antifoam		
Slurry Properties:	Density (lb/gal)	Yield (ft ³ /sk)	Water (gal/sk)
Slurry 1	15.8	1.16	4.95

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

Cementing Program

Intermediate:

Fresh Water	20 bbl	fresh water	
Lead Slurry 1 TOC@Surface		220 sx Class "G" Cement + 3% D79 extender + 2% S1 Calcium Chloride + 1/4 #/sk. Cellophane Flake + 0.1% D46 antifoam'	574 cuft
Tail Slurry 2		60 sx 50/50 Class "G"/Poz + 2% gel (extender)	75 cuft
500 ft fill		0.1% D46 antifoam + 1/4 #/sk. Cellophane Flake + 2% CaCl2 (accelerator)	0.1503 cuft/ft OH 0.1746 cuft/ft csg ann

Slurry Properties:	Density (lb/gal)	Yield (ft3/sk)	Water (gal/sk)
Slurry 1	11.4	2.61	17.77
Slurry 2	13.5	1.27	5.72

- Casing Equipment: 7", 8R, ST&C
- 1 Float Shoe (autofill with minimal LCM in mud)
 - 1 Float Collar (autofill with minimal LCM in mud)
 - 1 Stop Ring
 - 14 Centralizers (one in middle of first joint, then every third collar)
 - 2 Fluidmaster vane centralizers @ base of Ojo
 - 1 Top Rubber Plug
 - 1 Thread Lock Compound

Production:

Fresh Water	10 bbl	CW100	
Lead Slurry 1 TOC, 100' above 7" shoe		180 LiteCrete D961 / D124 / D154 + 0.03 gps D47 antifoam + 0.5% D112 fluid loss + 0.11% D65 TIC	434 cuft
Tail Slurry 2		160 sx 50/50 Class "G"/Poz + 5% D20 gel (extender) + 0.1% D46 antifoam + 1/4 #/sk. Cellophane Flake + 0.25% D167 Fluid Loss	218 cuft + 5 #/sk D24 gilsonite + 0.15% D65 TIC + 0.1% D800 retarder
1515 ft fill			0.1026 cuft/ft OH

Slurry Properties:	Density (lb/gal)	Yield (ft3/sk)	Water (gal/sk)
Slurry 1	9.5	2.52	6.38
Slurry 2	13	1.44	6.5

- Casing Equipment: 4-1/2", 8R, ST&C
- 1 Float Shoe (autofill with minimal LCM in mud)
 - 1 Float Collar (autofill with minimal LCM in mud)
 - 1 Stop Ring
 - Centralizers, every 4th joint in mud drilled holes, none in air drilled holes.
 - 1 Top Rubber Plug
 - 1 Thread Lock Compound