

Submit 3 Copies To Appropriate District
Office
District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 South First, Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM
87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
Revised March 25, 1999

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

WELL API NO. 30-045-30651
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE
6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name: Gallegos Canyon Unit
--

8. Well No. 554

9. Pool name or Wildcat Fruitland Coal & Pinon Fruitland Sand DHC 830AZ

SUNDRY NOTICES AND REPORTS ON WELLS
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A
DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH
PROPOSALS.)

1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other
--

2. Name of Operator BP America Production Company Attn: Cherry Hlava

3. Address of Operator P.O. Box 3092 Houston, TX 77253
--

4. Well Location Unit Letter A 1290 feet from the North line and 1090 feet from the East line Section 13 Township 28N Range 12W NMPM San Juan County
--

10. Elevation (Show whether DR, RKB, RT, GR, etc.) 5603'
--

11. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data	
NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/> PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPLETION <input type="checkbox"/> OTHER: DHC Fruitland Coal & FS <input checked="" type="checkbox"/>	SUBSEQUENT REPORT OF: REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/> COMMENCE DRILLING OPNS. <input type="checkbox"/> PLUG AND ABANDONMENT <input type="checkbox"/> CASING TEST AND CEMENT JOB <input type="checkbox"/> OTHER: <input type="checkbox"/>

12. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompilation.

On 6/12/02 BP America Production Company requested permission to complete into the Basin Fruitland Coal pool, come up hole, perf in the Pinon Fruitland Sand and commingle production down hole. The TD changed from 1664' to 1683'. Approval was granted 7/17/02.

It was our intent to complete into the FC, isolate perfs with a CIBP and complete into the FS. We would establish a stabilized rate of production for the FS; then drill out the CIBP, run a combined flow test of both zones and subtract the established rate for the FS to determine the rate for the FC.

However after perforating the FC it was discovered that if the new perfs were isolated there was a chance we would loose the production from the FC. Therefore, a decision was made to produce from the FC and establish a stabilized rate from the FC. It is now our intent to isolate the FC with a CIBP, come up hole; perf in the FS; establish a rate in the FS, drill out the CIBP, run a combined flow test of both zones and subtract the established rate for the FC to determine the rate for the FS.

This is just opposite of our original request.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.
SIGNATURE Cherry Hlava TITLE Regulatory Analyst DATE 11/19/2002

Type or print name Cherry Hlava Telephone No. 281-366-4081

(This space for State use)
APPROVED BY Original Signed by STEVEN N. HAYDEN DEPUTY OIL & GAS INSPECTOR, DIST. 45
DATE NOV 25 2002

Conditions of approval, if any: