

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.*

**SUBMIT IN TRIPLICATE - Other instructions on reverse side.**

|                                                                                                                                  |  |                                                                 |
|----------------------------------------------------------------------------------------------------------------------------------|--|-----------------------------------------------------------------|
| 1. Type of Well<br><input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other |  | 5. Lease Serial No.<br>SF-080723 ✓                              |
| 2. Name of Operator<br>BP AMERICA PRODUCTION COMPANY                                                                             |  | 6. If Indian, Allottee or Tribe Name                            |
| 3a. Address<br>P.O. BOX 3092 ROOM 19.178<br>HOUSTON, TX 77253                                                                    |  | 7. If Unit or CA/Agreement, Name and/or No.                     |
| 3b. Phone No. (include area code)<br>Ph: 281.366.4081<br>Fx: 281.366.0700                                                        |  | 8. Well Name and No.<br>GALLEGOS CANYON UNIT 111E ✓             |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description)<br>Sec 20 T29N R12W NESE 1470FSL 920FEL                   |  | 9. API Well No.<br>30-045-24289                                 |
|                                                                                                                                  |  | 10. Field and Pool, or Exploratory<br>DAKOTA & BLANCO MESAVERDE |
|                                                                                                                                  |  | 11. County or Parish, and State<br>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 Subsurface Commingling |
|                                                      | <input type="checkbox"/> Change Plans         | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon       |                                                                  |
|                                                      | <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 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.)

BP America Production Company request permission to complete the subject well into the Blanco Mesaverde and commingle production downhole with the existing Basin Dakota Pool as per the attached procedure.

The Basin Dakota (71599) & the Blanco Mesaverde (72319) Pools are Pre-Approved for Downhole Commingling per NMOCD Order R - 11363 effective 5/15/2000. Although the interest owners are not identical between these two pools, NMOCD Case No. 12346, Order No. R 11363 effective 5/15/2000, established approval for subsequent applications for the downhole commingling of production in well bores within the Gallegos Canyon Unit without notice to the unit interest owners, therefore, no additional notification is required prior to DHC approval.

Production is proposed to be allocated based on the subtraction method using the projected future decline for production from the Dakota. That production shall serve as a base for production subtracted from the total production for the commingled well. The balance of the production will

|                                                                                                                                                                                                                 |                                 |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------|
| 14. I hereby certify that the foregoing is true and correct.                                                                                                                                                    |                                 |
| Electronic Submission #11634 verified by the BLM Well Information System<br>For BP AMERICA PRODUCTION COMPANY, sent to the Farmington<br>Committed to AFMSS for processing by Matthew Halbert on 06/06/2002 ( ) |                                 |
| Name (Printed/Typed): CHERRY HLAVA                                                                                                                                                                              | Title AUTHORIZED REPRESENTATIVE |
| Signature (Electronic Submission)                                                                                                                                                                               | Date 06/05/2002                 |

**THIS SPACE FOR FEDERAL OR STATE OFFICE USE**

|                                                                                                                                                                                                                                                           |                        |                        |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------|------------------------|
| Approved By: <i>[Signature]</i>                                                                                                                                                                                                                           | Title: <i>Per. Eng</i> | Date: 6/21/02          |
| 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: <i>BLM-FFO</i> |

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.

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*NMOCD*

**Additional data for EC transaction #11634 that would not fit on the form**

**32. Additional remarks, continued**

be attributed to the Mesaverde. Attached is the future production decline estimates for the Dakota.  
Commingling Production Downhole in the subject well from the proposed pools will not reduce the value of the total remaining production.

RECEIVED  
JUN 21 2002

BY

*ML*