<u>District I</u>

1625 N. French Dr., Hobbs, NM 88240

District II

1301 W. Grand Ave., Artesia, NM 88210

District III

1000 Rio Brazos Rd., Aztec, NM 87410

District IV

1220 S. St Francis Dr., Santa Fe, NIM

87505

State of New Mexico

Energy, Minerals and Natural Resources

Oil Conservation Division

1220 S. St Francis Dr.

Santa Fe, NM 87505

Form C-101 Permit 13887

APPLICATION FOR PERMIT TO DRILL

Operator Name and Address BP AMERICA PRODUCTION COMPANY PO Box 3092					
	API Number 30-045-33252				
Property Name	Well No. 001M				
	1Y				

Surface Location

UL or Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
M	33	32N	10W	M	275	S	640	W	San Juan

Bottom Holes

Pool: BASIN DAKOTA (PRORATED GAS) 71599									
UL or Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
N	33	32N	10W	N	750	S	1500	W	San Juan

Pool: BLANCO-MESAVERDE (PRORATED GAS) 72319									
UL or Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
N	33	32N	10W	N	750	S	1500	W	San Juan

Work Type	Well Type	Cable/Rotary	Lease Type	Ground Level Elevation
New Well	GAS		Private	5854
Multiple	Proposed Depth	Formation	Contractor	Spud Date
Y	7508	Dakota Formation		09/02/2005

Proposed Casing and Cement Program

Туре	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	13.5	9.625	32	200	154	0
Int1	8.75	7	20	3175	320	0
Prod	6.25	4.5	11.6	7508	341	3025

Casing/Cement Program: Additional Comments

If conditions warrant it is our intent to pre-set the 9 5/8 inch csg by drilling a surface hole with air/air mist in lieu of drilling mud & the surface casing be cemented with 94.5 cu/ft Type I-II, 20%FLYASH, 14.5 PPG, 7.41 gal/sk Yield, 80 DEG BHST Ready mix cement. If conditions will not allow for pre-set the approved cement program will be followed.

Proposed Blowout Prevention Program

Туре	Working Pressure	Test Pressure	Mamufacturer
Annular	3000	1500	

I hereby certify that th	OIL C		
and complete to the be	Electronically A		
Electronically Signed I	Title: District S		
Title: Manager	Approval Date:		
Date: 07/28/2005	Phone: 281-366-4491	Conditions of A There are condit	

OIL CONSERVA	ATION DIVISION
Electronically Approved By:	Charlie Perrin
Title: District Supervisor	
Approval Date: 08/10/2005	Expiration Date: 08/10/2006
Conditions of Approval: There are conditions. See At	tached.