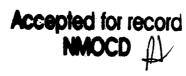
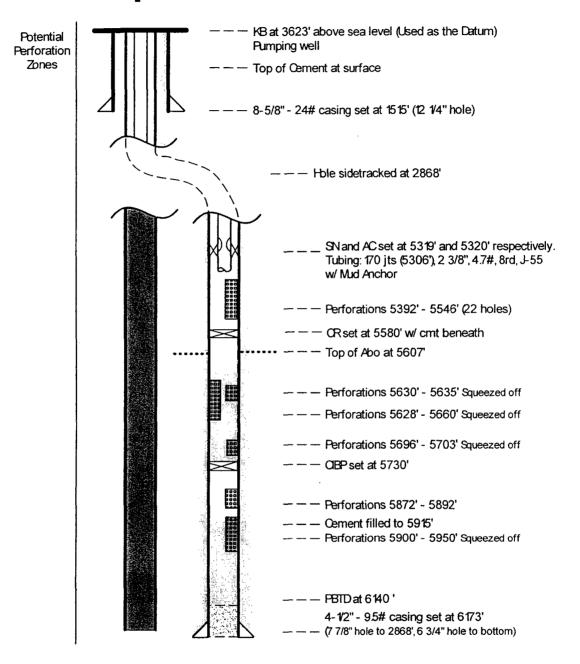
Form 3160-5 (April 2004)	UNITED STATES DEPARTMENT OF THE INTERLOR 16 17 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20 3 18 19 20					5. Lease Seria	FORM APPROVED OM B No. 1004-0137 Expires: March 31, 2007	
	SUNDRY	Y NOTICES AND REPORTS ON WELLS $\frac{1}{12}$				NM0557371		
Do not use this form for proposals to brill or the effect of the Na abandoned well. Use Form 3160-3 (APD) for such proposals.							, Allottee or Tribe Name	
SUBMIT IN TRIPLICATE- Other instructions on receive side.						7. If Unit or CA/Agreement, Name and/or No.		
1. Type of Well Gas Well Other						891	8910138010	
1. Type of Well Gas Well Other Gas Well Other  2. Name of Operator BP America Production Company						Em	8. Well Name and No. Empire Abo Unit "I" #18	
3a Address 3b. Phone No. (include area code)							ll No. 015-00710	
P. O. Box 1089 Eunice, New Mexico 88231 505-394-1600						10. Field and	10. Field and Pool, or Exploratory Area	
4. Location of Well (Footage, Sec., T., R, M., or Survey Description)						Empire Abo		
660' FNL & 1980' FWL Unit Letter "C" Section 1 - T18S - R27E						11. County or Parish, State		
						Eddy County, New Mexico		
12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA								
TYPE OF SUBMISSION TYPE OF ACTION								
Notice of I	mtont	Acidize	Deepen	Ĺ	Production (St	art/Resume)	Water Shut-Off	
		Alter Casing  Casing Repair	Fracture Tre	Г	Reclamation Recomplete		Well Integrity Other	
Subsequent Report								
Final Abandonment Notice Convert to Injection Plug Back Water Disposal								
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.)  1. MIRU PU. Kill well and install BOPE. POH & LD production equipment. 2. Set CIBP on WL @ approx 5360' = 32' above top perf. 3. Run tbg to CIBP, circ hole w/ 9.5 ppg mud-laden fluid & cap CIBP w/ 25 sx cement. Estimated TOC = 5300'. 4. Spot 25 sk cement plug from 3350' - 2990', across top of Glorieta @ 3250'. WOC & tag plug to confirm proper placement. 5. Spot 25 sk cement plug from 1615' - 1255', across 8 5/8" casing shoe @ 1515'. WOC & tag plug to confirm proper placement. 6. Spot 25 sk cement plug from 360' - 0', across top of Yates @ 214' and is also top plug. Leave casing full of cement from 0' - 360'. 7. RD PU. Cut-off WH & casings to 3' below GL and install regulation Dry Hole Marker. 8. Clean location and prepare it for BLM and NMOCD final inspections.								
Operations will commence after approval of this "Notice of Intent" and actual date will be dependent on availability of equipment and services.								
Operations should require about 5 days and a "Final Abandonment Notice" will be filed when location is ready for inspection.								
	SEE ATTACHED FOR							
	CONDITIONS OF APPROVAL							
14. I hereby c	ertify that the fore	egoing is true and correct						
Name (Printed/Typed)  D. C. Dodd  Title Agent for BP America Production Company								
Signature Lan C. Lodd Date 10/25/06								
	***	THIS SPACE FOR	FEDERAL	OR STA	ATE OFFICE	USE	APPROVED	
Approved by				Title	•		ate	
Conditions of approval, if any, are attached. Approval of this notice does not warrant or						<del>-                                     </del>	NOV 2 2006	
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.							Well Rulan	
Title 18 U.S.C.	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 voice steep will be stated any voice states any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.							
						P	ETROLEUM ENGINEER	

(Instructions on page 2)



## **CURRENT WELLBORE STATUS**

## Empire Abo Unit '1" 18



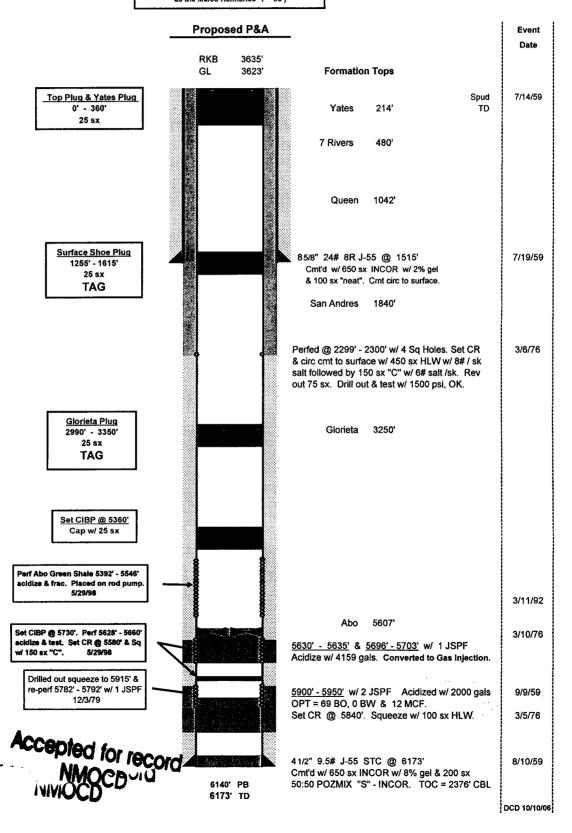
Accepted for record NMOCD

Allera **NM**CE II Empire Abo Unit "I" #18 Empire Abo Field

API No. 30-015-00710

660' FNL & 1980' FWL Sec 1 - T18S - R27E Eddy County, New Mexico

(Originally Drilled by Pan American as the Malco Refineries "F" #8)



Empire Abo Unit "I" #18 API No. 30-015-00710 BP America Production Company Conditions of Approval November 2, 2006

Step 3. CIBP to be capped with 50' cement, 35' if bailed.

Accepted for record NMOCD

## BUREAU OF LAND MANAGEMENT Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 505-234-5972

## Permanent Abandonment of Federal Wells Conditions of Approval

Failure to comply with the following Conditions of Approval may result in a Notice of Incidents of Noncompliance (INC) in accordance with 43 CFR 3163.1.

1. Plugging operations shall commence within <u>ninety (90)</u> days from the approval date of this Notice of Intent to Abandon.

If you are unable to plug the well by the 90<sup>th</sup> day provide this office, prior to the 90<sup>th</sup> day, with the reason for not meeting the deadline and a date when we can expect the well to be plugged. Failure to do so will result in enforcement action.

- 2. <u>Notification:</u> Contact the appropriate BLM office at least 24 hours prior to the commencing of any plugging operations. For wells in Chaves and Roosevelt County, call 505-627-0272; Eddy County, call 505-234-5972; Lea County, call 505-393-3612.
- 3. <u>Blowout Preventers</u>: A blowout preventer (BOP), as appropriate, shall be installed before commencing any plugging operation. The minimum BOP requirement is a 2M system for a well not deeper than 9,090 feet; a 3M system for a well not deeper than 13,636 feet; and a 5M system for a well not deeper than 22,727 feet.
- 4. <u>Mud Requirement:</u> Mud shall be placed between all plugs. Minimum consistency of plugging mud shall be obtained by mixing at the rate of 25 sacks (50 pounds each) of gel per 100 barrels of water. Minimum nine (9) pounds per gallon.
- 5. <u>Cement Requirement</u>: Sufficient cement shall be used to bring any required plug to the specified depth and length. Any given cement volumes on the proposed plugging procedure are merely estimates and are not final. Unless specific approval is received, no plug except the surface plug shall be less than 25 sacks of cement. In lieu of a cement plug in a cased hole, a bridge plug set within 50 feet to 100 feet above the perforations shall be capped with 50 feet of cement. If a bailer is used to cap this plug, 35 feet of cement shall be sufficient.

Unless otherwise specified in the approved procedure, the cement plug shall consist of either class "C", for up to 7,500 feet of depth, mixed at 14.8 lbs/gal with 6.3 gallons of fresh water per sack or class "H", for deeper than 7,500 feet plugs, mixed at 16.4 lbs/gal with 4.3 gallons of fresh water per sack.

- 6. <u>Dry Hole Marker</u>: All casing shall be cut-off at the base of the cellar or 3 feet below final restored ground level (whichever is deeper). The well bore shall then be capped with a 4-inch pipe, 10-feet in length, 4 feet above ground and embedded in cement. The following information shall be permanently inscribed on the dry hole marker: well name and number, name of the operator, lease serial number, surveyed location (quarter-quarter section, section, township and range or other authorized survey designation acceptable to the authorized officer such as metes and bounds).
- 7. <u>Subsequent Plugging Reporting:</u> Within 30 days after plugging work is completed, file one original and five copies of the Subsequent Report of Abandonment, Form 3160-5 to BLM. The report should give in detail the manner in which the plugging work was carried out, the extent (by depths) of cement plugs placed, and the size and location (by depths) of casing left in the well. <u>Show date well was plugged.</u>
- 8. <u>Trash:</u> All trash, junk and other waste material shall be contained in trash cages or bins to prevent scattering and will be removed and deposited in an approved sanitary landfill. Burial on site is not permitted.

Following the submission and approval of the Subsequent Report of Abandonment, surface restoration conditions of approval will be developed and furnished to you.

Accepted for record NMOCD