

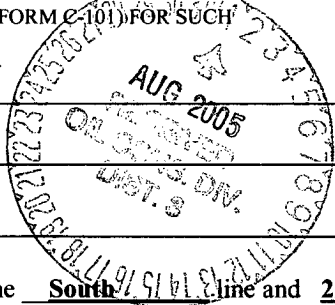
Submit 3 Copies To Appropriate District Office  
 District I  
 1625 N. French Dr., Hobbs, NM 88240  
 District II  
 1301 W. Grand Ave., Artesia, NM 88210  
 District III  
 1000 Rio Brazos Rd., Aztec, NM 87410  
 District IV  
 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
 Energy, Minerals and Natural Resources

Form C-103  
 May 27, 2004

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

WELL API NO. <b>30-045-33021</b>
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name <b>Zachary LS</b>
8. Well Number <b>1 E</b>
9. OGRID Number <b>000778</b>
10. Pool name or Wildcat <b>Basin Dakota &amp; Blanco Mesaverde</b>



**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  Gas Well  Other

2. Name of Operator  
**BP AMERICA PRODUCTION COMPANY**

3. Address of Operator  
**P.O. BOX 3092 HOUSTON, TX 77079-2064**

4. Well Location  
 Unit Letter **K** : **1750** feet from the **South** line and **2200** feet from the **West** line  
 Section **25** Township **31N** Range **11W** NMPM SAN JUAN County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)  
**5847'**

Pit or Below-grade Tank Application  or Closure

Pit type **DRILLING** Depth to Groundwater **>100'** Distance from nearest fresh water well **>1000'** Distance from nearest surface water **>1000'**

Pit Liner Thickness: **12** mil Below-Grade Tank: Volume \_\_\_\_\_ bbls; Construction Material \_\_\_\_\_

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

<b>NOTICE OF INTENTION TO:</b>		<b>SUBSEQUENT REPORT OF:</b>	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>	
OTHER: LINED DRILLING PIT <input checked="" type="checkbox"/>		OTHER: <input type="checkbox"/>	

13. 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 recompletion.

Construct a lined drilling pit per BP America – San Juan Basin Drilling/ Workover Pit Construction Plan issued date of 11/17/2004. Pit will be closed according to closure plan on file.

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines , a general permit  or an (attached) alternative OCD-approved plan .

SIGNATURE Cherry Hlava TITLE Regulatory Analyst DATE 07/28/05

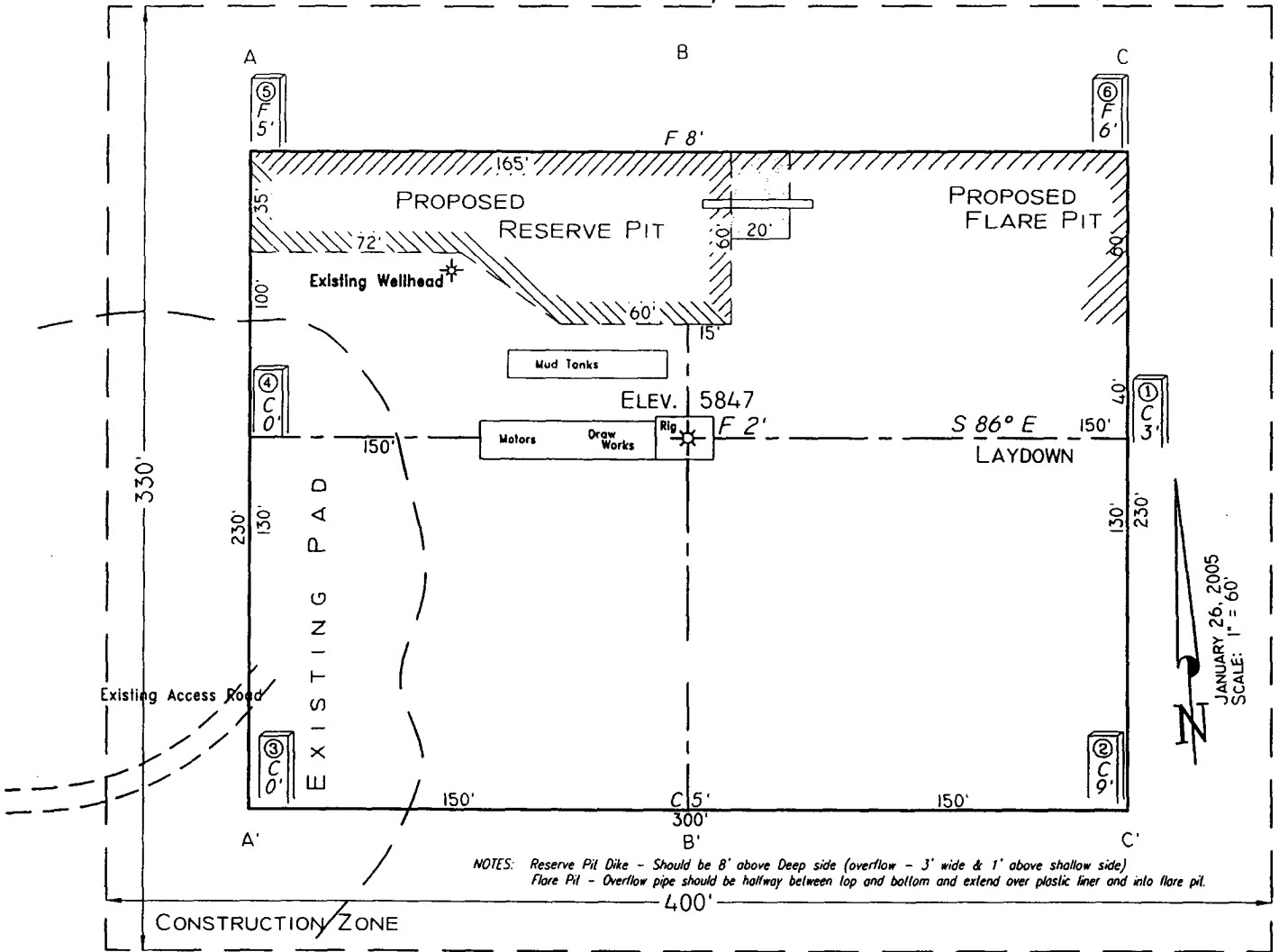
Type or print name Cherry Hlava E-mail address: hlavacl@bp.com Telephone No. 281-366-4081

**For State Use Only**

APPROVED BY: Denny Fort TITLE DEPUTY OIL & GAS INSPECTOR, DIST. 9 DATE AUG - 1 2005  
 Conditions of Approval (if any): \_\_\_\_\_

**PAD LAYOUT PLAN & PROFILE**  
**BP AMERICA PRODUCTION COMPANY**  
 Zachary LS # 1E  
 1750' F/SL 2200' F/WL  
 SEC. 25, T31N, R11W, N.M.P.M.  
 SAN JUAN COUNTY, NEW MEXICO

Lat: 36.8672°  
 Long: 107.9436°  
 Lat: 36°52'02"  
 Long: 107°56'37"

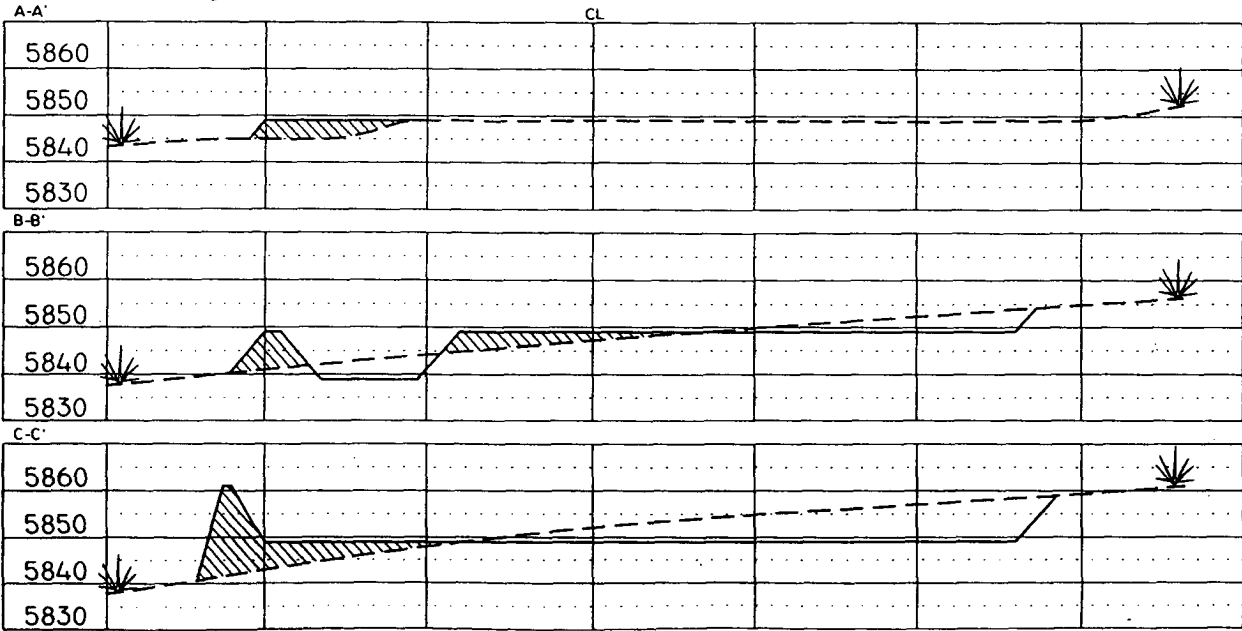


NOTES: Reserve Pit Dike - Should be 8' above Deep side (overflow - 3' wide & 1' above shallow side)  
 Flare Pit - Overflow pipe should be halfway between top and bottom and extend over plastic liner and into flare pit.

JANUARY 26, 2005  
 SCALE: 1" = 60'

Area of Construction Zone - 330'x400' or 3.03 acres, more or less.

SCALE: 1"=60'-HORIZ.  
 1"=40'-VERT.



NOTE: Contractor should call One-Call for location of any marked or unmarked buried pipelines or cables on well pad and/or access road at least two (2) working days prior to construction.

Cuts and fills shown are approximate - final finished elevation is to be adjusted so earthwork will balance. Corner stakes are approximate and do not include additional areas needed for sideslopes and drainages. Final Pad Dimensions are to be verified by Contractor.

VANN SURVEYS  
 P. O. Box 1306  
 Farmington, NM