Form 3160-5 (August 2007)

UNITED STATES

| FOR | M AI | PRO | VED |
|--------|--------|-------|-------|
| OMB | NO. | 1004 | -0135 |
| Expire | es: În | lv 31 | 2010 |

| . Di | L | Expires: July 31, 2010 | | | | | |
|---|---|---|--|--|--|--|--|
| BUREAU OF LAND MANAGEMENT SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an | | | | | 5. Lease Serial No. NMSF078502 | | |
| abandoned we | . | 6. If Indian, Allottee or Tribe Name | | | | | |
| SUBMIT IN TR | PLICATE - Other instru | ctions on rev | erse side. | | 7. If Unit or CA/Agre | ement, Name and/or No. | |
| Type of Well ☐ Oil Well | her | | | | 8. Well Name and No. VANDEWART A | | |
| 2. Name of Operator BP AMERICA PRODUCTION | Contact: I CO. E-Mail: Toya.Colv | TOYA COLV | IN . | | 9. API Well No. 30-045-22361-0 | 0-D1 | |
| 3a. Address 200 ENERGY COURT FARMINGTON, NM 87401 | , | 3b. Phone No. (include area code) Ph: 281-366-7148 | | | 10. Field and Pool, or Exploratory BLANCO MESAVERDE BLANCO PICTURED CLIFFS | | |
| 4. Location of Well (Footage, Sec., 7 | "., R., M., or Survey Description | n) . | , | and State | | | |
| Sec 11 T29N R8W SESE 080 36.734573 N Lat, 107.638779 | | | | | SAN JUAN CO | JNTY, NM | |
| 12. CHECK APP | ROPRIATE BOX(ES) T | O INDICATE | NATURE OF | NOTICE, RE | PORT, OR OTHE | R DATA | |
| TYPE OF SUBMISSION | | | ТҮРЕ О | F ACTION | | | |
| Notice of Intent | ☐ Acidize | □ Dec | pen | □ Production | on (Start/Resume) | ■ Water Shut-Off | |
| | ☐ Alter Casing | Frac | ture Treat | □ Reclamat | ion | ■ Well Integrity | |
| ☐ Subsequent Report | ☐ Casing Repair | □ Nev | Construction | □ Recompl | ete | Other | |
| ☐ Final Abandonment Notice | ☐ Change Plans | Plug | and Abandon | □ Tempora | orarily Abandon Subsurface Comm | | |
| • | Convert to Injection | ☐ Plug | g Back | Water Di | sposal | 6 | |
| 13. Describe Proposed or Completed Op If the proposal is to deepen direction Attach the Bond under which the wo following completion of the involved testing has been completed. Final A determined that the site is ready for the BP America Production Complexisting Blanco-Mesaverde (7) | ally or recomplete horizontally rk will be performed or provided operations. If the operation re bandonment Notices shall be fit inal inspection.) | , give subsurface e the Bond No. o esults in a multip led only after all to down hole | locations and measing file with BLM/BL ecompletion or recrequirements, included commingle (DH) | ured and true veri A. Required subsompletion in a ne ding reclamation, | ical depths of all pertin equent reports shall be w interval, a Form 316 have been completed, | ent markers and zones filed within 30 days 0-4 shall be filed once | |
| Order R-11363, Case No. 123 | 346 Dated April 26th, 200 | 10. | • | | | | |
| The Blanco-Mesaverde (7231 per NMOCD Order R-11363, identical between these two p | 9) and the Blanco Picture Case No. 12346 Dated A ools; therefore, no addition | ed Cliffs (7235 pril 26th, 2000 onal notificatio |). The working in n is required pri | nterest owners or to DHC. | DHC OIL C | ONS. DIV. IST. 3 | |
| Production is proposed to be trends of the Mesaverde and | allocated based on the fix the Pictured Cliffs. The A | ked percentag llocation for th | e method using e subject well w | the historical rill be: | <i>1011</i> | | |
| 14. I hereby certify that the foregoing is | strue and correct Electronic Submission # For BP AMERIC/ ommitted to AFMSS for pr | A PRODUCTIO | N CO., sent to th | e Farmington | • | | |
| Name (Printed/Typed) TOYA CC | • | | | ATORY ANA | • | | |
| Signature (Electronic | Submission) | | Date 01/30/2 | 013 | | | |
| | THIS SPACE FO | OR FEDERA | L OR STATE | OFFICE US | E | | |
| _Approved_By_JQSEPH_R_HEWIT | - | | TitleGEOLOG | IST | | Date 01/31/2013 | |
| Conditions of approval, if any, are attache certify that the applicant holds legal or eq which would entitle the applicant to condi- | uitable title to those rights in the | s not warrant or e subject lease | Office Farming | aton | | | |

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.

Office Farmington



BP America Production Co. P.O. Box 3092 North American Gas - San Juan 281-366-2761 (direct) 281-366-0700 (fax)

Houston, TX 77253-3092 501 West Lake Park Blvd. Houston, TX 77079

January 29, 2013

Ms. Toya Colvin – Regulatory Analyst **BP** America Production Company 501 Westlake Park Blvd. Houston, TX 77079

RE:

Vanderwart "A" 1A – Commingle Application Section 11-T29N-R8W San Juan County, NM

API #30-045-22361

Ms. Colvin:

I have reviewed BP America Production Company's ("BP") division order records concerning the above caption well by comparing division of interest records for the Pictured Cliffs formation against the division of interest records for the Blanco Mesaverde formation. This review indicated that ownership in both the Picture Cliffs and Blanco Mesaverde are the same for this well so there should be no ownership issues in commingling these two formations together.

Please contact me at x2761 if you have any questions concerning this topic.

Sincerely,

Craig A. Carley

Craig A Carly

Land Negotiator - San Juan Asset

Additional data for EC transaction #192503 that would not fit on the form

32. Additional remarks, continued

Blanco-Mesaverde: 82% Pictured Cliffs: 18%

Commingling production down hole in the subject well from the proposed pools will not reduce the value of the total remaining production.

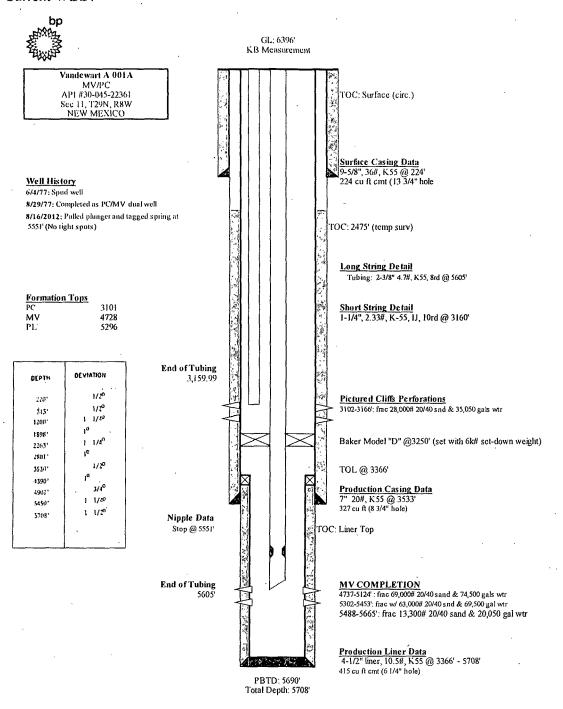
Please see attached DHC procedure, wellbore schematics, & C-102 plat.

Vandewart A 001A

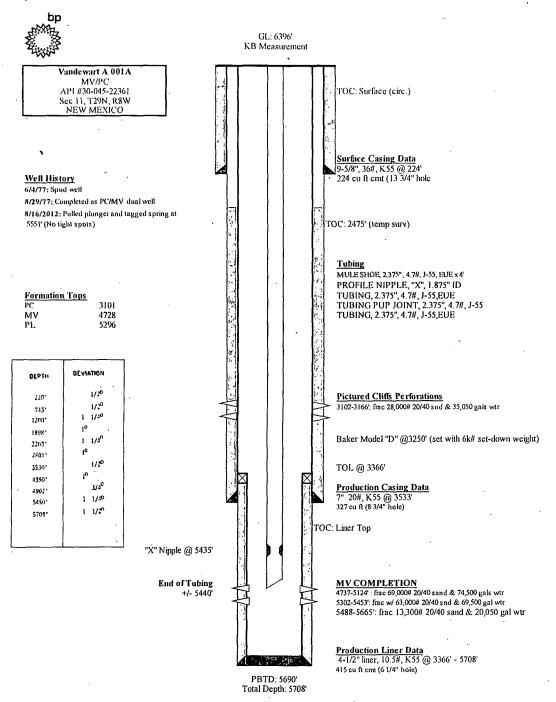
MV/PC API #30-045-22361 Sec 11, T29N, R8W NEW MEXICO

- 1. MIRU
- 2. Install barriers
- 3. ND wellhead/NU BOPE
- 4. Test BOPE
- 5. Pull both production strings
- 6. Fish packer
- 7. Cleanout to PBTD
- 8. Run production tubing and land @ 5440'
- 9. ND BOPE
- 10. Produce well, comingling the PC and MV formations

Current WBD:



Proposed Final WBD:



District I

1625 N. French Dr., Hobbs, NM 88240

District II

1301 W. Grand Avenue, Artesia, NM 88210

District III

1000 Río Brazos Rd., Aztec, NM 87410

District IV

1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico

Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

Form C-102 Revised July 16, 2010 Submit one copy to appropriate District Office

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

| | | W | CLL LU | CATIO | N AND ACK | EAGE DEDIC | A HON PLA | <u> </u> | | |
|---|------------|---------------------------------------|--|-------------------------------|-----------------------|---|---------------|--------------------------|------------|--|
| ı | API Number | r | ² Pool Code ³ Pool | | | ³ Pool Nan | lame | | | |
| 30 | -045-2236 | 1 | (723 | 319) & (72 | 359) | Blanco-Mesaverde & Blanco Pictured Cliffs | | | ffs | |
| 4 Property | Code | | | 5 Property Name | | | | ⁶ Well Number | | |
| 00120 | 2 | | • | Vandewart A | | | | 1A | | |
| 7 OGRID | No. | · · · · · · · · · · · · · · · · · · · | | N Operator Name | | | | ⁹ Elevation | | |
| 00077 | 8 | | | BP America Production Company | | | | | 6396 | |
| , | | | | | ¹⁰ Surface | Location | | | | |
| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County | |
| P | 11 | 29N | 8W | | 800 | South | 800 | East | San Juan | |
| 11 Bottom Hole Location If Different From Surface | | | | | | | | | | |
| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | D FEB 1 13 | |
| ² Dedicated Acre | s Joint or | r Infill 14 C | onsolidation C | | der No. | le | | OIL | CONS. DIV. | |
| 160 & 320 | l |] | | R-1 | 1363 | | | | NICT Q | |

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

| 16 | | <u></u> | T | 17 OPERATOR CERTIFICATION |
|----|---------------------------------------|----------------|-------|---|
| | | | | I hereby certify that the information contained herein is true and complete |
| | | | | to the best of my knowledge and belief, and that this organization either |
| | | , | | owns a working interest or unleased mineral interest in the land including |
| | | | | the proposed bottom hole location or has a right to drill this well at this |
| | | | | location pursuant to a contract with an owner of such a mineral or working |
| | | | | interest, or to a voluntary pooling agreement or a compulsory pooling |
| | | | | arder heretofore entered by the division. |
| | | | | 01/23/2013 |
| · | , | | | Signature Date |
| | | | | Toya Colvin |
| İ | i | | | Printed Name |
| | | | | · |
| | | | | Toya Colvin@bp.com E-mail Address |
| | | | | |
| | | 0 | 7 | 18SURVEYOR CERTIFICATION |
| | | |]] | I hereby certify that the well location shown on this |
| | , | | [] | plat was plotted from field notes of actual surveys |
| | | | | made by me or under my supervision, and that the |
| | | | | same is true and correct to the best of my belief. |
| | | | () | same is true and correct to the best of my benef. |
| | | | | · |
| | · · · · · · · · · · · · · · · · · · · | | | Date of Survey |
| | | | | Signature and Seal of Professional Surveyor: |
| | | | | |
| | | 1111 | 800, | 1 |
| | | | 9 300 | Previously Filed |
| | | | | 1 To viously 1 fied |
| | | | 800, | |
| | | | 8 | Certificate Number |
| L | <u> </u> | | | |