State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

David Martin
Cabinet Secretary-Designate

Brett F. Woods, Ph.D. Deputy Cabinet Secretary Jami Bailey, Division Director Oil Conservation Division



New Mexico Oil Conservation Division approval and conditions listed below are made in accordance with OCD Rule 19.15.7.11 and are in addition to the actions approved by BLM on the following 3160-4 or 3160-5 form.

Operator S	Signature Date:	Marc	ch 11, 2014										
	P&A Location		rilling/Casing C ange Other		ng	e [Rec	on	np	let	e/[ЭH	IC
Well infor	mation:												
API WELL #	Well Name	Well #	Operator Name	Туре	Stat	County	Surf_Owner	UL	Sec	Twp	N/S	Rng	W/E
30-045-11632- 00-00	GALLEGOS CANYON UNIT		BP AMERICA PRODUCTION COMPANY	G	1 8	San Juan	F	A	34	28	N	12	w

Conditions of Approval:

Notify NMOCD 24hrs prior to beginning operations Extend Dakota plug to 5968 feet to cover top of Graneros Add Chacra plug from 2468-2368

NMOCD Approved by Signature

March 24, 2014

Date

Porm 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

1	FOR PPROVED
1	OMB NO. 1004-0135
Ł	Expires: July 31, 2010
	5. Lease Serial No.

	TICES AND REPORTS ON W	
Do not use this fo	orm for proposals to drill or to re	e-enter an
a bandanadall f	In a farmer 1400 1 (ADD) for a small	

SUNDRY NOTICES AND REPORTS ON WELLS				NMSF0789	NMSF078903A 6. If Indian, Allottee or Tribe Name EASTERN NAVAJO				
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.					7. If Unit or CA 892000884	7. If Unit or CA/Agreement, Name and/or No. 892000884F			
Type of Well Oil Well	ner					8. Well Name and No. GALLEGOS CANYON UNIT 204			
Name of Operator Contact: TOYA COLVIN BP AMERICA PRODUCTION CO E-Mail: Toya.Colvin@bp.com Contact: TOYA COLVIN E-Mail: Toya.Colvin@bp.com					9. API Well No. 30-045-11632-00-S1				
3a. Address 200 ENERGY COURT FARMINGTON, NM 87401	3b. Phone No. (include area code) Ph: 281-366-7148			10. Field and Po BLANCO	10. Field and Pool, or Exploratory BLANCO				
4. Location of Well (Footage, Sec., 7	., R., M., or Survey Description)			11. County or Parish, and State					
Sec 34 T28N R12W NENE 09 36.623280 N Lat, 108.092550					SAN JUAN	1 COU	NTY, NM		
12. CHECK APPI	ROPRIATE BOX(ES) TO	INDICATE	NATURE	OF NOTICE	, REPORT, OR O	THER	DATA		
TYPE OF SUBMISSION			TY	PE OF ACTIO	N				
Notice of Intent ■ Notice of Intent Notice of	☐ Acidize	☐ Dee _l	pen	□ Pro	duction (Start/Resum	ne)	☐ Water Shut-Off		
	☐ Alter Casing	☐ Frac	ture Treat	☐ Rec	☐ Reclamation		☐ Well Integrity		
☐ Subsequent Report	☐ Casing Repair ☐ New Construction		on 🔲 Rec	omplete		☐ Other			
☐ Final Abandonment Notice	☐ Change Plans ☑ Plug and Abandon ☐ Temporal			nporarily Abandon	orarily Abandon				
	☐ Convert to Injection	☐ Plug	Back	□ War	ter Disposal				
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 Al determined that the site is ready for f	ally or recomplete horizontally, p rk will be performed or provide t l operations. If the operation rest pandonment Notices shall be file	give subsurface the Bond No. on ults in a multiple	locations and a file with BL e completion	measured and tru M/BIA. Require or recompletion	ne vertical depths of all d subsequent reports sh in a new interval, a Fort	pertinen hall be fil m 3160-4	t markers and zones. ed within 30 days 4 shall be filed once		
In January 2013, BP America subject well. After evaluation,	BP finds no further potenti	for and rece	ived appro ect well. B	val to recomp	lete the				
requests to plug the entire wellbore.					PCV	RCVD MAR 14'14			
Please see attached P&A procedure.					James James James James	OL COMS. DIV.			
In accordance with NMOCD Pit Rule 19.15.17.9 NMAC, BP America Production Company will use a closed-loop system during P&A operations.									
Subject well under lease NMS	F078903A, CA Agreemen	t 892000844	F						
14. I hereby certify that the foregoing is	true and correct. Electronic Submission #2 For BP AMERICA mmitted to AFMSS for proce	PRODUCTION	N ĆO, sent	to the Farming	gton				
Name (Printed/Typed) TOYA CO	•			EGULATORY	•				
Signature (Electronic S	Submission)		Date 03	/11/2014					

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Office Farmington

_Approved By STEPHEN MASON __ 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. TitlePETROLEUM ENGINEER

Date 03/12/2014

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.

bp

BP - San Juan Wellwork Procedure

GCU 204 30-045-11632

Unit Letter Unit A Sec 34 – T28N – R12W San Juan County, NM Formation: DK OGRID Number: 000778 P&A date – April 2014

Basic Job Procedure:

All cement is class G neat at 1.15 yield

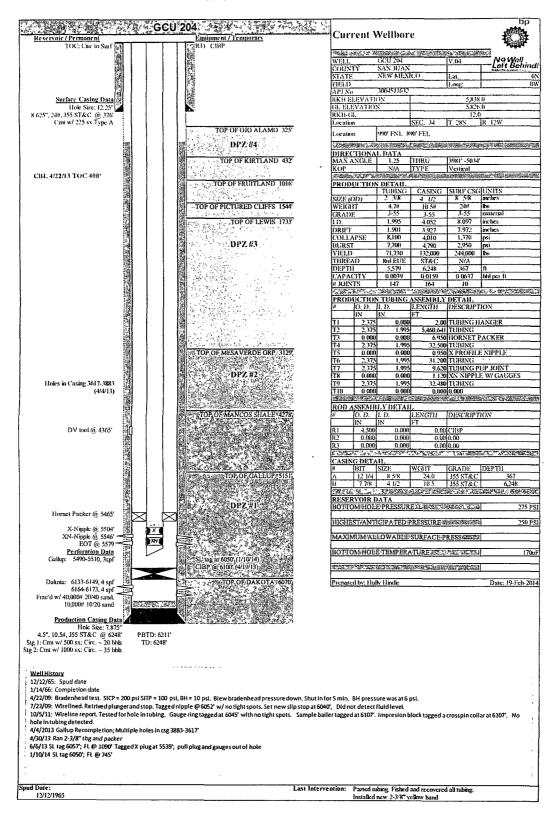
- 1. TOH with 2-3/8" completion.
- 2. RIH with 4.5" scraper to 5000'
- 3. RIH with CICR and set at 4950'. 5490'
- 4. Mix and pump 90 sks (18.4 bbls) class G neat cement through CICR. Unstring and POOH.
- 5. RIH with CBL. Log well from 4950' to surface to determine TOC.
- 6. Balance 2080 ft cement plug on top of CICR using 163 sks (33.2 bbls) class G neat cement. TOC 2870'.
- 7. PU to 47% and balance a 700 fit cement plug using 55 sks (11.2 bbls) class G neat cement. T⊚€ 450;
- 8. RIH perforate 5 ft interval from 380' 385'.
- 9. Squeeze perfs with 86 sks (17.6 bbls) class G neat cement leaving casing full of cement to surface & 395 ft cement between 8 5/8 X 4 1/2 annulus.
- 10. Cut well head and weald plate with maker and P&A information

set cement plus on top of Dakon Bridge plus (100')

Piccorel Cliffs/Fruitland pluj 15 242 1222

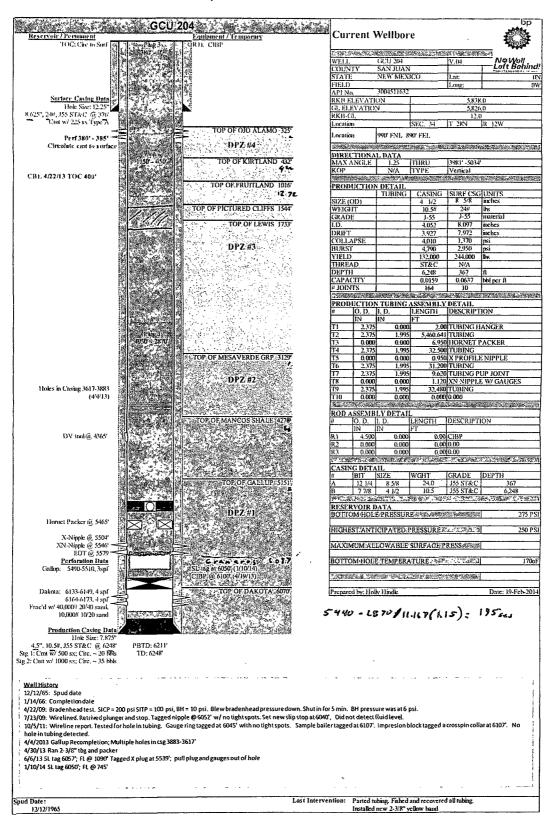


Current Wellbore Schematic



BP - San Juan Wellwork Procedure

Proposed Wellbore Schematic



UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT FARMINGTON DISTRICT OFFICE

6251 COLLEGE BLVD. FARMINGTON, NEW MEXICO 87402

Attachment to notice of Intention to Abandon:

Re: Permanent Abandonment Well: 204 Gallegos Canyon Unit

CONDITIONS OF APPROVAL

- 1. Plugging operations authorized are subject to the attached "General Requirements for Permanent Abandonment of Wells on Federal and Indian Lease."
- 2. Farmington Office is to be notified at least 24 hours before the plugging operations commence (505) 564-7750.
- 3. The following modifications to your plugging program are to be made:
- a) Place a 100' plug on top of the Dakota plug.
- b) Place the Gallup/Mesavered plug from 5440'- 3077' Note BP to be set @ 5440'.
- c) Place the Pictured Cliffs/Fruitland plug from 1594'- 1222'.
- d) Place the Kirtland/Ojo Alamo/Surface plug 472' to surface inside the 4 ½" from 472' to surface and outside the 4 ½" casing from 380' to surface.

You are also required to place cement excesses per 4.2 and 4.4 of the attached General Requirements.

Office Hours: 7:45 a.m. to 4:30 p.m.