

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

SUNDRY NOTICES AND REPORTS ON WELLS
*Do not use this form for proposals to drill or to re-enter an
Abandoned well. Use Form 3160-3 (APD) for such proposals.*

FORM APPROVED
OMB No. 1004-0135
Expires November 30, 2000

5. Lease Serial No.

NMSF - 080101

6. If Indian, Allottee or tribe Name

7. If Unit or CA/Agreement, Name and/or No.

SUBMIT IN TRIPLICATE - Other instructions on reverse side

1. Type of Well



Oil Well



Gas Well



Other

8. Well Name and No.

Florance Gas Com L

2. Name of Operator

BP AMERICA PRODUCTION COMPANY

9. API Well No.

30-045-32497

3a. Address

PO BOX 3092 HOUSTON, TX 77253

3b. Phone No. (include area code)

281-366-4081

10. Field and Pool, or Exploratory Area

BASIN FRUITLAND COAL

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

740' FSL & 2085' FEL; SEC 20 T28N R08W SWSE Mer NMP

11. County or Parish, State

SAN JUAN, NM

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OR NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION



Notice of Intent



Subsequent Report



Final Abandonment Notice

TYPE OF ACTION



Acidize



Alter Casing



Casing Repair



Change Plans



Convert to Injection



Deepen



Fracture Treat



New Construction



Plug and Abandon



Plug Back



Production (Start/Resume)



Reclamation



Recomplete



Water Disposal



Water shut-Off



Well Integrity



Other Chng To Coil Tbg
Unit & BOP Chng

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. 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.

Verbal approval was granted by the BLM on April 28, 2006 to change BOP due to Coil Tbg Unit.

The CTD Unit has a slightly different BOP configuration from our conventional drilling rigs. Instead of the 11" x 3,000 psi blind ram & annular configuration; the CTD is equipped with an 11" x 5,000 psi blind/shear ram & annular stack. Because we are drilling into the underpressured Coal & PC only, we would like to limit our test pressures to 250 psi / 750 psi. Please see the attached schematic from Knight Oil Tool Rentals.

Should you have any questions please call Harald Jordan @326-9202.

14. I hereby certify that the foregoing is true and correct
Name (Printed/typed)

Cherry Hlava

Title **Regulatory Analyst**

Signature

Cherry Hlava

Date **05/01/06**

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Jim Lohs

Title

Petr. Eng

Date

5/18/06

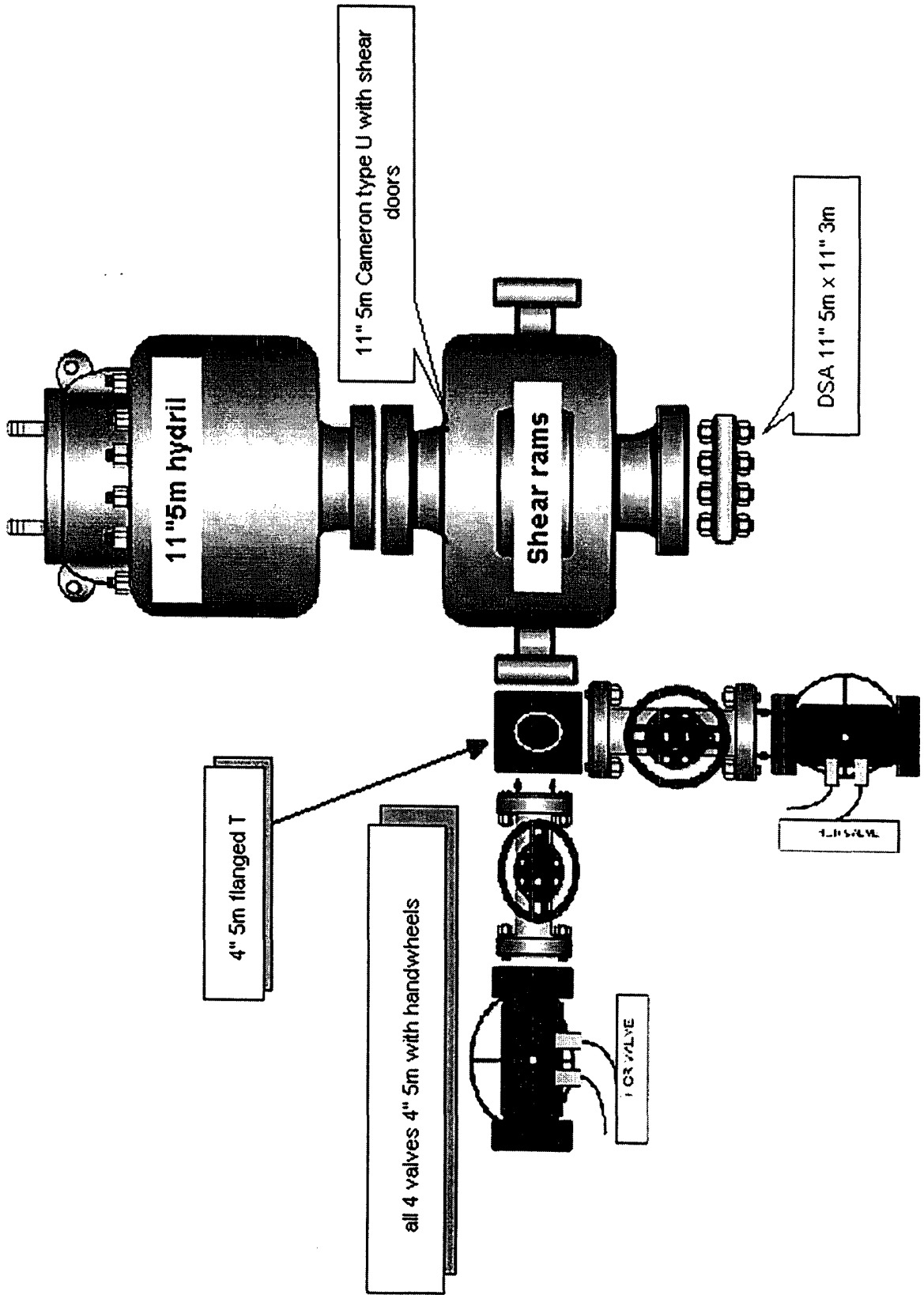
Conditions of approval, if any, are attached. Approval of this notice does not warrant or Certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

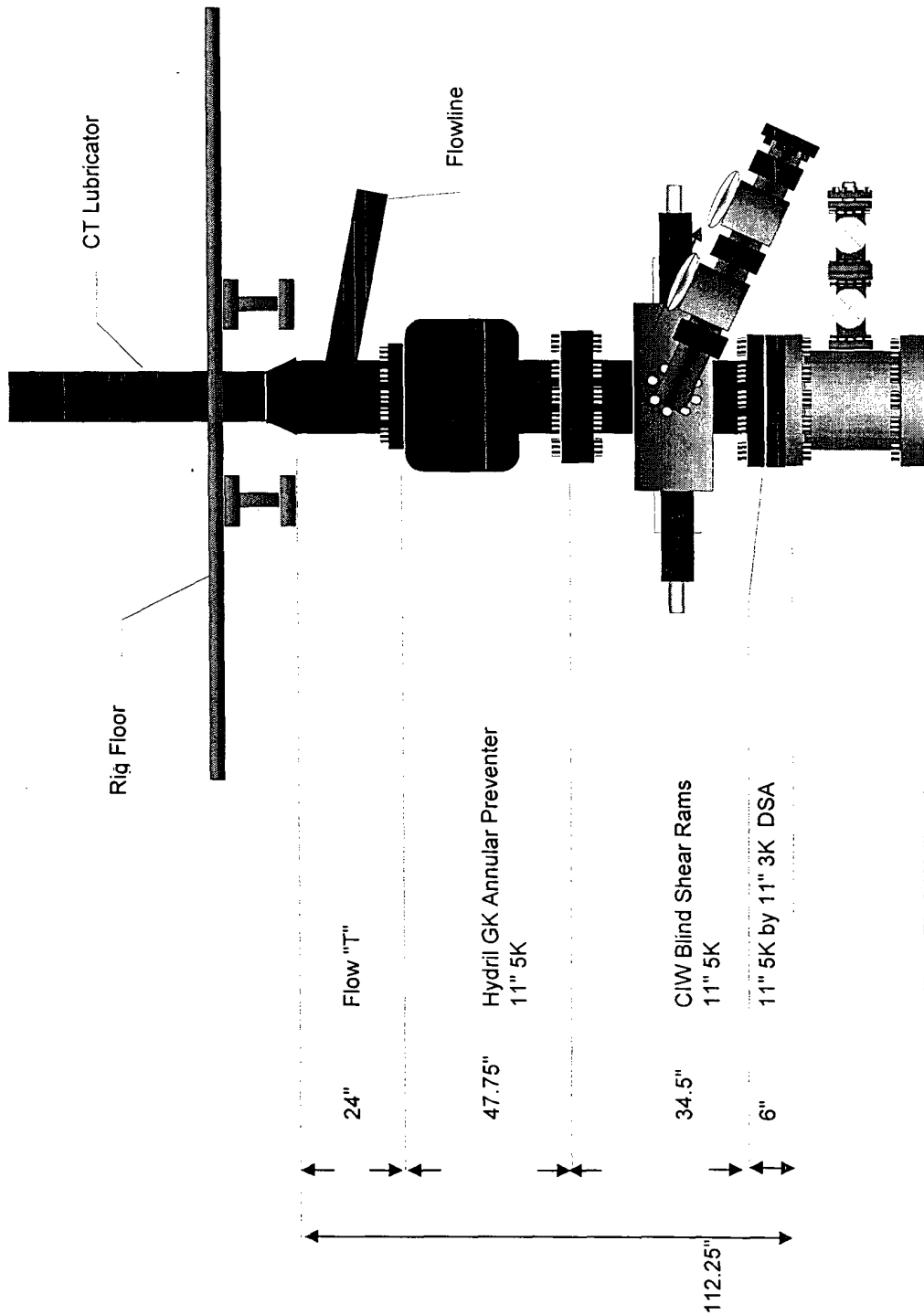
Office

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.

NMOC

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11" 3K FMC Wellhead

120" Rotary Beams to GL