

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

2006 JUL

5. Lease/Serial No.

SF - 078194

6. Indian, Allottee or tribe Name

070 FARMINGTON NM

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.

Ludwick LS #2 & #15N

2. Name of Operator

BP America Production Company Attn: Cherry Hlava

9. API Well No.

32081  
30-045-09299 & 30-045-00303

3a. Address

P.O. Box 3092 Houston, TX 77253

3b. Phone No. (include area code)

281-366-4081

10. Field and Pool, or Exploratory Area

Dakota, Blanco MV & Pictured Cliffs

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

#2 - 1040' FSL & 1090' FEL #15 - 1140' FSL & 915' FEL Sec 19 T30N R10W

11. County or Parish, State

San Juan County, New Mexico

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

☐ Deepen

☐ Production (Start/Resume)

☐ Water shut-Off

☐ Alter Casing

☐ Fracture Treat

☐ Reclamation

☐ Well Integrity

☐ Casing Repair

☐ New Construction

☐ Recomplete

☐ Change Plans

☐ Plug and Abandon

☐ Water Disposal

☐ Convert to Injection

☐ Plug Back

Other

Surface Commingle

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 recompleat 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 recompleat 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.

BP America Production Company respectfully request authorization to surface commingle gas production from the Aztec PC, Basin Dakota and Blanco Mesaverde from our Ludwick LS wells No. 2 & 15N. Surface commingling Aztec PC production will consist of the Ludwick LS No. 2 API 30-045-09299 and DK & MV production will be from the Ludwick LS Well No. 15N API 30-045-00303. The production from each well will be metered prior to commingling then the commingled production will flow into through the separator where the liquids will be removed. The commingled gas will then be sent through compression prior to entering the sales meter.

The working interest, royalty and overriding royalty interest owners in the subject wells are different therefore notification is required to ConcoPhillips only (sent certified return receipt 7/3/06). The proposed commingling of production is to reduce operating expenses between the wells and will result in increased economic life of the wells.

Attached in support of our application are copies of documentation submitted to the NMOCD for State approval.

14. I hereby certify that the foregoing is true and correct

Name (Printed/typed)

Cherry Hlava

Title Regulatory Analyst

Signature

Date 07/03/2006

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

Date

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.

NMOCD

**District IV**  
**2040 South Pacheco, Santa Fe, NM 87505**

OIL CONSERVATION DIVISION  
2040 South Pacheco  
Santa Fe, NM 87505

Form C-102  
Revised August 15, 2000

Submit to Appropriate District Office  
State Lease - 4 Copies  
Fee Lease - 3 Copies

☐ AMENDED REPORT

|                                      |   |   |
|--------------------------------------|---|---|
| <sup>1</sup> API Number              | <sup>2</sup> Pool Code<br>71599, 72319 & 71280              | <sup>3</sup> Pool Name<br>Basin Dakota, Blanco Mesaverde & Aztec PC |
| <sup>4</sup> Property Code<br>000811 | <sup>5</sup> Property Name<br>Ludwick LS                    | <sup>6</sup> Well Number<br>15N                                     |
| <sup>7</sup> OGRID No.<br>000778     | <sup>8</sup> Operator Name<br>BP America Production Company | <sup>9</sup> Elevation  |

|                                    |                      |                        |                     |         |           |                             |           |                          |                           |
|------------------------------------|----------------------|------------------------|---------------------|---------|-----------|-----------------------------|-----------|--------------------------|---------------------------|
| UL or lot no.<br><b>P (lot 20)</b> | Section<br><b>19</b> | Township<br><b>30N</b> | Range<br><b>10W</b> | Lot 1dn | Feet from | North/South<br><b>South</b> | Feet from | East/West<br><b>East</b> | County<br><b>San Juan</b> |
|------------------------------------|----------------------|------------------------|---------------------|---------|-----------|-----------------------------|-----------|--------------------------|---------------------------|

| UL or lot no.                 | Section | Township                      | Range                            | Lot Idn | Feet from               | North/South | Feet | East/West | County |
|-------------------------------|---------|-------------------------------|----------------------------------|---------|-------------------------|-------------|------|-----------|--------|
| <sup>12</sup> Dedicated Acres |         | <sup>13</sup> Joint or Infill | <sup>14</sup> Consolidation Code |         | <sup>15</sup> Order No. |             |      |           |        |

|  |  |  |   |   |
|--|--|--|---|---|
| <p>Ludwick LS 11<br/>30-045-09389<br/>990' FNL &amp; 1580' FEL<br/>MV &amp; PC<br/>Unit outline</p>                          |  |  |   | <p><b>17 OPERATOR CERTIFICATION</b><br/> <i>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.</i></p> <p><i>Cherry Hlava</i><br/>         Signature<br/> <b>Cherry Hlava</b><br/>         Printed Name<br/> <b>Regulatory Analyst</b><br/>         Title<br/> <b>6/30/2006</b><br/>         Date</p>  |
|  |  |  | <p>Ludwick LS 15<br/>30-045-09383<br/>990' FNL &amp; 990' FEL<br/>DK &amp; MV<br/>Unit outline</p>  | <p><b>18 SURVEYOR CERTIFICATION</b><br/> <i>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.</i></p> <p><b>on file</b><br/>         Date of Survey<br/>         Signature and Seal of Professional Surveyor:<br/>         Certificate Number</p> |
| <p>Ludwick LS 15N<br/><del>30-045-09383</del> 30-045-09381<br/>1140' FSL &amp; 915' FEL<br/>DK &amp; MV<br/>Unit outline</p> |  |  | <p>Ludwick LS 2<br/>30-045-09299<br/>1040' FSL &amp; 1090' FEL<br/>PC<br/>Unit outline</p> <p>915'</p> <p>1140'</p> <p>1040'</p> <p>1090'</p> |   |

District I  
1625 N. French Drive, Hobbs, NM 88240  
District II  
1301 W. Grand Ave, Artesia, NM 88210  
District III  
1000 Rio Brazos Road, Aztec, NM 87410  
District IV  
1220 S. St Francis Dr, Santa Fe, NM  
87505

State of New Mexico  
Energy, Minerals and Natural Resources Department

Form C-107-B  
Revised June 10, 2003

**OIL CONSERVATION DIVISION**  
1220 S. St Francis Drive  
Santa Fe, New Mexico 87505

Submit the original  
application to the Santa Fe  
office with one copy to the  
appropriate District Office.

**APPLICATION FOR SURFACE COMMINGLING (DIVERSE OWNERSHIP)**

OPERATOR NAME: **BP America Production Company**

OPERATOR ADDRESS: **P O Box 3092 Houston, TX 77253**

APPLICATION TYPE:

☒ Pool Commingling ☐ Lease Commingling ☐ Pool and Lease Commingling ☐ Off-Lease Storage and Measurement (Only if not Surface Commingled)

LEASE TYPE: ☐ Fee ☐ State ☒ Federal

Is this an Amendment to existing Order? ☐ Yes ☒ No If "Yes", please include the appropriate Order No. \_\_\_\_\_

Have the Bureau of Land Management (BLM) and State Land office (SLO) been notified in writing of the proposed commingling

☒ Yes ☐ No

**(A) POOL COMMINGLING**

Please attach sheets with the following information

| (1) Pool Names and Codes    | Gravities / BTU of<br>Non-Commingled<br>Production | Calculated Gravities /<br>BTU of Commingled<br>Production |  | Calculated Value of<br>Commingled<br>Production | Volumes |
|-----------------------------|--|---|--|---|---------|
| Blanco Pictured Cliffs (#2) | 1165 BTU   | 1165 BTU  |  | 490   | 490     |
| Blanco Mesaverde (#15N)     | 1174 BTU   | 1174 BTU  |  | 2810  | 2810    |
| Basin Dakota (#15N)         | 1174 BTU   | 1174 BTU  |  | 2810  | 2810    |
|                             |  |   |  |   |         |
|                             |  |   |  |   |         |

(2) Are any wells producing at top allowables? ☐ Yes ☒ No

(3) Has all interest owners been notified by certified mail of the proposed commingling? ☒ Yes ☐ No.

(4) Measurement type: ☒ Metering ☐ Other (Specify)

(5) Will commingling decrease the value of production? ☐ Yes ☒ No If "yes", describe why commingling should be approved

**(B) LEASE COMMINGLING**

Please attach sheets with the following information

(1) Pool Name and Code.

(2) Is all production from same source of supply? ☐ Yes ☐ No

(3) Has all interest owners been notified by certified mail of the proposed commingling? ☐ Yes ☐ No

(4) Measurement type: ☐ Metering ☐ Other (Specify)

**(C) POOL and LEASE COMMINGLING**

Please attach sheets with the following information

(1) Complete Sections A and E.

**(D) OFF-LEASE STORAGE and MEASUREMENT**

Please attached sheets with the following information

(1) Is all production from same source of supply? ☐ Yes ☐ No

(2) Include proof of notice to all interest owners.

**(E) ADDITIONAL INFORMATION (for all application types)**

Please attach sheets with the following information

(1) A schematic diagram of facility, including legal location.

(2) A plat with lease boundaries showing all well and facility locations. Include lease numbers if Federal or State lands are involved.

(3) Lease Names, Lease and Well Numbers, and API Numbers.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE: Cherry Hlava

TITLE: Regulatory Analyst

DATE: 06/29/2006

TYPE OR PRINT NAME Cherry Hlava

TELEPHONE NO.: 281-366-4081

E-MAIL ADDRESS: hlavacl@bp.com

INTEREST OWNERS

LUDWICK LS 15N 30-045-09383

ConocoPhillips,

Attn: Jane Strickland

600 North Dairy Ashford WL-3

Houston, TX 77079-1175