

Submit 3 copies To Appropriate District Office
District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 South First, 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

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

Form C-103
Revised March 25, 1999

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 PROPOSALS.)		WELL API NO. 30-045-31719
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other		5. Indicate Type of Lease STATE FEE
2. Name of Operator BP America Production Company Attn: Mary Corley		6. State Oil & Gas Lease No.
3. Address of Operator P.O. Box 3092 Houston, TX 77253		7. Lease Name or Unit Agreement Name: Tapp (Notified BLM of DHC intent on APD filing SF-078499)
4. Well Location Unit Letter <u>O</u> <u>700</u> feet from the <u>Souh</u> line and <u>2115</u> feet from the <u>East</u> line Section <u>15</u> Township <u>28N</u> Range <u>08W</u> NMPM <u>San Juan</u> County		8. Well No. 4M
10. Elevation (Show whether DR, RKB, RT, GR, etc.) 6379' GR		9. Pool name or Wildcat Basin Dakota & Blanco Mesaverde

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

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
PULL OR ALTER CASING ☐ MULTIPLE COMPLETION ☐
OTHER: **Downhole Commingle** ☒

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDONMENT ☐
CASING TEST AND CEMENT JOB ☐
OTHER: ☐

12. 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 recompilation.

On 06/09/2003, BP America Production Company submitted an application for permit to drill and complete the subject well into the Basin Dakota, produce the well in order to establish a production rate, isolate the zone, then add the Blanco Mesaverde and commingle production Downhole. BP now seeks NMOCD approval to Downhole commingle production in the subject well as per procedure on reverse side of this Form. The drilling of the subject well is scheduled for the fourth quarter of 2003.

The Basin Dakota (71599) & the Blanco Mesaverde (72319) Pools are Pre-Approved for Downhole Commingling per NMOCD Order R - 11363. The working & royalty interest owners are identical however the overriding royalty interest owners are not, therefore all interest owners are being notified by being furnished a copy of this application on July 16, 2003 via certified mail return receipt requested.

Production is proposed to be allocated based on a fixed percentage. We will perform a deliverability test on the Dakota, isolate the zone and complete into the Mesaverde. The deliverability test will be performed on the combined zones and Dakota rate will be subtracted from the total well stream to establish the Mesaverde rate.

Commingling Production Downhole in the subject well from the proposed pools with not reduce the value of the total remaining production.

DHC 1272AZ

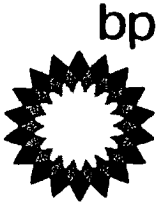
I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Mary Corley TITLE Sr. Regulatory Analyst DATE 07/16/2003

Type or print name Mary Corley Telephone No. 281-366-4491

(This space for State use)

APPROVED BY [Signature] TITLE DEPUTY OIL & GAS INSPECTOR, DIST. 29 DATE JUL 21 2003
Conditions of approval, if any:



BP America Production Company
San Juan Performance Unit

Mary Corley
WL1-19.171
281-366-4491 (direct)
281-366-0700 (FAX)
corleyml@bp.com

P. O. Box 3092
Houston, Texas 77253-3092
501 Westlake Park Boulevard
Houston, Texas 77079

July 16, 2003

Royalty Interest Owners

Downhole Commingling Notice
Tapp Well No. 4M
Basin Dakota & Blanco Mesaverde Pools
Section 15, T28N, R08W
San Juan County, New Mexico

This letter serves to advise you, as a royalty interest owner in Basin Dakota and/or Blanco Mesaverde Pools, that BP America Production Company is applying for New Mexico Oil Conservation Division (NMOCD) approval to commingle production downhole in the Tapp Well No. 4M.

Production is proposed to be allocated based on a fixed percentage. We will perform a deliverability test on the Dakota, isolate the zone and complete into the Mesaverde. The deliverability test will be performed on the combined zones and Dakota rate will be subtracted from the total well stream to establish the Mesaverde rate. Attached for your information a copy of the application submitted to the above named Regulatory Agency.

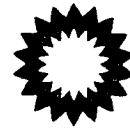
By copy of this application submitted by certified mail, return receipt requested, Amoco Production Company is notifying all royalty interest owners and overriding royalty owners. The NMOCD District Director may approve the proposed downhole commingling in the absence of a valid objection from any affected party, if in their opinion, waste will not result by this action. As a royalty interest owner, if you do not have any objection to this application, you do not have to respond to this notification.

Yours very truly

A handwritten signature in cursive script that reads "Mary Corley".
Mary Corley
Sr. Regulatory Analyst

New Mexico Oil Conservation Division
1000 RIO Brazos RD.
Aztec, New Mexico 87410

bp



Royalty Interest Owners
Tapp Well No. 4M

GIBSON FAMILY TRUST
P O BOX 546
TESUQUE, NM, 87574

PURTEE, PAULA JILL SHIELDS
PO BOX 2069
TAOS, NM, 87571-2069

HAM, MABEL GLENN, REVOCABLE
TRUST
PO BOX 15040
SANTA FE, NM, 87506-5040

SLAYTON, PAUL
PO BOX 2035
ROSWELL, NM, 88202-2035

HUGHES, GLEN D
2321 CANDELARIA NW
ALBUQUERQUE, NM, 87107-3055

WHITE, ELIZABETH H, FAMILY
TRUST
PO BOX 780099
DALLAS, TX, 75378-0099

PITKIN, JANE MANNING
503 W DUARTE RD #6
ARCADIA, CA, 91007-7325

HOWARD, BEN R
11490 AUDELLA RD APT 215
DALLAS, TX, 75243

SHIELDS, REX JON
PO BOX 1934
DODGE CITY, KS, 67801-1934

PARNELL, ETHEL
503 W DUARTE RD #5
ARCADIA, CA, 91007-7325

GIBSON, BRIAN D
66 C ARROYO HONDO TRAIL
SANTA FE, NM, 87505

SHIELDS, MAX DON
PO BOX 35927
DALLAS, TX, 75235-9998

HANSON MCBRIDE PETROLEUM
COMPANY
PO BOX 1515
ROSWELL, NM, 88202-1515

MINERALS MANAGEMENT SERVICE
ROYALTY MANAGEMENT PROGRAM
PO BOX 5810 TA
DENVER, CO, 80217-5810