FORM APPROVED **UNITED STATES** OMB No 1004-0135 DEPARTMENT OF THE INTERIOR Expires July 31, 2010 BUREAU OF LAND MANGEMENT Lease Serial No. SUNDRY NOTICES AND REPORTS ON WELLS NM 016746 Do not use this form for proposals to drill or to re-enter an If Indian, Allottee or tribe Name Abandoned well. Use Form 3160-3 (APD) for such proposals. RCVD NOV 27 '07 If Unit or CA/Agreement, Name and/or No SUBMIT IN TRIPLICATE - Other instructions on Levelse state OIL CONS. DIV. DIST. 3 Type of Well Well Name and No NOV 13 200 Other Oil Well Gas Well Horton 2 Name of Operator Bureau of Land ManagementPI Well No. BP America Production Company Attn: Cherry Havamington Field Office 30-045-26990 Address Phone No. (include area code) Field and Pool, or Exploratory Area **Blanco Pictured Cliffs** P.O. Box 3092 Houston, TX 77253 281-366-4081 Location of Well (Footage, Sec., T., R., M., or Survey Description) County or Parish, State 1450' FNL & 1800' FWL Sec. 28 T31N, R09W San Juan County, New Mexico 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OR NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Production (Start/Resume) Water shut-Off Acidize Deepen Reclamation Notice of Intent Well Integrity Alter Casing Fracture Treat Casing Repair **New Construction** Recomplete Water Disposal Change Plans Plug and Abandon Subsequent Report Convert to Injection Final Abandonment Notice 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 BP America has reviewed the above mentioned well and finds no further recompletion potential. BP respectfully requests permission to plug and abandon said well. Please find attached the P&A procedure. Should you have any questions please call Anne Fickinger @505-326-9483

I hereby certify that the foregoing is true and correct Name (Printed/typed)		
Cherry Hlava	Title Regulatory Analyst	
Signature Cherry Hlava	Date 11/12/2007	
THIS SPACE	FOR FEDERAL OR STATE OFFICE USE	
Approved by Original Signed: Stephen Mason	Title Date NOV	2 6 2007

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 witin its jurisdiction

Office

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.

SJ Basin Plugging Procedure

Well Name: Horton 2 - PC

Version:

1.0

Date: November 12, 2007

Objective: P&A for wellbore.

1. TOH with completion.

2. Ensure wellbore is clean of obstructions.

3. Pump cement plugs and remove wellhead.

Location:

T31N-R9W-Sec28

API#: 30-045-26990

County:

San Juan

State:

New Mexico

Horizon:

PC

H2S: 0 ppm CO2:

2.46%

Engr: Anne Fickinger Ph (505) 326-9483

Cell: (505) 486-9249

Procedure: .

1. Notify BLM and NMOCD 24 hours prior to beginning operations.

Henry Villeneuva @ (505) 334-6178, Ext. 17 or Charlie Perrin (ext 16). **BLM Contact** (505) 599-8907

- 2. Perform second site visit after lines are marked to ensure all lines clear marked pit locations. Planning and scheduling to ready location for rig.
- 3. RU slickline unit or wireline unit. Pressure test lubricator and equipment. RIH and set two barriers (CIBP, tbg collar stop w/plug, or plug set in nipple) for isolation in tubing string.
- 4. Check and record tubing, casing, and bradenhead pressures. Ensure production casing has double casing valves installed. Double valve all casing strings.
- 5. MIRU workover rig. LOTO all necessary equipment including but not limited to: meter run, automation, separator, and water line.
- 6. Blow down casing to pit or flowback tank. Pump tubing capacity plus 5 barrels of 2% L64 of inhibited KCL water to displace any potential condensate in tubing string.
- 7. Blow down well.
- 8. RU WL unit. Pressure test lubricator and equipment with shut-in wellhead gas pressure. TIH and set two barriers (profile plugs, CIBPs or G-packoffs) for isolation of tubing string and to comply with DWOP double barriers.

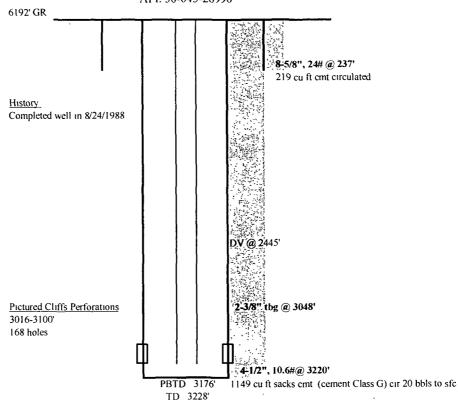
- 12. Check all casing strings to ensure no pressure exist on any annulus. The operations of removal of wellhead and installation of BOP's will be performed under a dispensation for one (1) barrier on the backside.
- 13. Nipple down Wellhead. NU BOPs and diversion spool with 3" outlets and 3" pipe to the blow tank. Pressure test BOPs to 200 psi above BHP
- 14. Install stripping rubber, pull tubing hanger and shut pipe rams. Strip tubing hanger out of hole.
- 15. TOOH and LD 2-3/8" production tubing currently set at 5735'
- 16. RIH with workstring and set CIBP @ 2966'. Load well with fluid and pressure test casing. If casing does not pressure test, contact engineer for squeeze. Pump and displace 450' plug on top of CIBP. POOH. WOC. This should place cement over the Lewis/PC/FC formation.
- 17. RIH to 1800' and set a 150'-balance plug. POOH. WOC. This should place cement across the Ojo Alamo Formation.

 312'

 312'
- 18. RIH and perf 4-1/2" casing at 287'. Establish circulation from 287' to surface through 4-1/2" casing x 8-5/8"" casing annulus. Pump and displace a 287' plug from 287' to surface both inside and outside of the 4-1/2" casing. This should put cement across surface casing shoe all the way to surface
- 19. Perform underground disturbance and hot work permits. Cut off tree.
- 20. If cement cannot be seen on all annulus and casing strings remedial cementing will be required from surface.
- 21. Install 4' well marker and identification plate per BLM requirements.
- 22. RD and release all equipment. Remove all LOTO equipment.

Horton 2 - PC

Sec 28, T31N, R9W API: 30-045-26990



Formation tops:

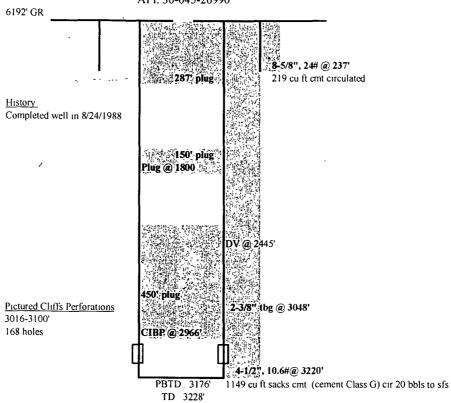
Ojo alamo 1850'
Fruitland 2660'
Picture Cliffs 3090'
Lewis 3187'

updated 10/22/07 AF

Proposed P&A schematic

Horton 2 - PC

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Formation tops:

 Ojo alamo
 1850'

 Fruitland
 2660'

 Picture Cliffs
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 Lewis
 3187'

updated 10/22/07 AF

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

1235 LA PLATA HIGHWAY FARMINGTON, NEW MEXICO 87401

Attachment to notice of Intention to Abandon:

Re: Permanent Abandonment

Well: 2 Horton

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) 599-8907.
- 3. The following modifications to your plugging program are to be made:
- a) Place the Kirtland/Ojo Alamo plug from 1800' 1591'.
- b) Place the Nacimiento/Suface plug from 312' top 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.