

District I

1625 N. French Dr., Hobbs, NM 88240

District II

1301 W. Grand Ave., 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

Form C-101

Oil Conservation Division

1220 S. St Francis Dr.

Santa Fe, NM 87505

APPLICATION FOR PERMIT TO DRILL

| | | |
|---|--------------------------------------|-----------------------------------|
| Operator Name and Address BP AMERICA PRODUCTION COMPANY PO Box 3092 Houston, TX 77253 | | OGRID Number 778 |
| | | API Number 30-045-31416 |
| Property Code 346 | Property Name CAHN GAS COM | Well No. 001T |

Surface Location

| | | | | | | | | | |
|-----------|-----------|------------|------------|---------|-------------|----------|------------|----------|-----------------|
| UL or Lot | Section | Township | Range | Lot Idn | Feet From | N/S Line | Feet From | E/W Line | County |
| E | 33 | 32N | 10W | | 1490 | N | 785 | W | San Juan |

Proposed Pools

| |
|---|
| BASIN FRUITLAND COAL (GAS) 71629 |
|---|

| | | | | |
|------------------------------|-------------------------------|------------------------------------|------------------------------|---------------------------------------|
| Work Type New Well | Well Type Gas | Cable/Rotary | Lease Type Private | Ground Level Elevation 6011 |
| Multiple N | Proposed Depth 2965 | Formation Fruitland Coal | Contractor | Spud Date 04/15/2003 |

Proposed Casing and Cement Program

| | | | | | | |
|-------------|--------------|--------------|------------------|---------------|-----------------|---------------|
| Type | Hole Size | Casing Size | Casing Weight/ft | Setting Depth | Sacks of Cement | Estimated TOC |
| Surf | 12.25 | 9.625 | 32 | 120 | 80 | 0 |
| Prod | 8.75 | 7 | 20 | 2965 | 290 | 0 |

Proposed Blowout Prevention Program

| | | | |
|-------------------|------------------|---------------|--------------|
| Type | Working Pressure | Test Pressure | Manufacturer |
| Double Ram | 2000 | 850 | |

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

Electronically Signed By: **Mary Corley**

Title: **Manager**

Date: **02/27/2003**

Phone: **281-366-4491**

OIL CONSERVATION DIVISION

Electronically Approved By: **Charlie Perrin**

Title: **Manager**

Approval Date: **03/03/2003**

Expiration Date: **03/03/2004**

Conditions of Approval:
No Conditions

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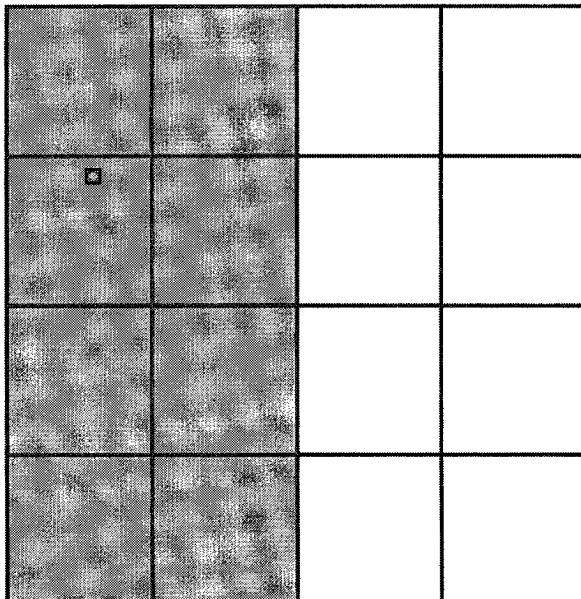
Form C-102

WELL LOCATION AND ACREAGE DEDICATION PLAT

| | | |
|----------------------------|--|--------------------|
| API Number 30-045-31416 | Pool Name BASIN FRUITLAND COAL (GAS) | Pool Code 71629 |
| Property Code 346 | Property Name CAHN GAS COM | Well No. 001T |
| OGRID No. 778 | Operator Name BP AMERICA PRODUCTION COMPANY | Elevation 6011 |

Surface And Bottom Hole Location

| | | | | | | | | | |
|------------------------|---------------|-----------------|--------------|--------------------|-------------------|---------------|------------------|---------------|--------------------|
| UL or Lot E | Section 33 | Township 32N | Range 10W | Lot Idn | Feet From 1490 | N/S Line N | Feet From 785 | E/W Line W | County San Juan |
| Dedicated Acres 320 | | Joint or Infill | | Consolidation Code | | Order No. | | | |

**OPERATOR CERTIFICATION**

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

Electronically Signed By: Mary Corley

Title: Manager

Date: 02/27/2003

SURVEYOR CERTIFICATION

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.

Surveyed By: Gary Vann

Date of Survey: 01/18/2003

Certificate Number: 7016