UN DEPARTME BUREAU OF SUNDRY NOTICE Do not use this form fo Abandoned well. Use Fo		FORM APPROVED OMB No. 1004-0135 Expires July 31, 2010 5 Lease Serial No SF - 0807.23 6 Clf indian, Allottee or tribe Name		
SUBMIT IN TRIPLICATE – Other instructions on reverse side			7	
1. Type of Well Oil Well Gas Well Other			8. Well Name and No Gallegos Canyon Unit 306 SWD	
2. Name of Operator BP AMERICA PRODUCTION COMPANY			9. API Well No.	
3a. Address 3b. Phone No. (include area code) PO BOX 3092 HOUSTON, TX 77253 281-366-4081			30-045-24286 10. Field and Pool, or Exploratory Area BLANCO MESAVERDE	
4 Location of Well (Footage, Sec., T. R., M., or Survey Description) 2015' FSL & 830' FEL; SEC 19 T29N R12W NESE Mer NMP			11. County or Parish, State SAN JUAN, NM	
12 CHECK APP	ROPRIATE BOX(ES) TO INDICATE	ENATURE OR NO	ΓΙCE, REPORT, OR C	OTHER DATA
TYPE OF SUBMISSION TYPE OF ACTION				rъ'
Notice of Intent	Acidize Deepen Mer Casing Tracture Tra	r	oduction-(Start/Resum eclamation	c) Water-shut-Off————— Well Integrity
ļ	Casing Repair New Cons	····	ecomplete	Other Acid Job
C Subsequent Percet	Change Plans Plug and A	Г.	Vater Disposal	
Final Abandonment Notice	Convert to Injection Plug Back			
provide the Bond No on file with BLM/BIA Required interval, a Form 3160-4 shall be filed once testing has be ready for final inspection	orizontally, give subsurface locations and measured and subsequent reports shall be filed within 30 days follow ten completed Final Abandonment Notices shall be filed	d true vertical depths of all p ring completion of the involv only after all requirements, in	ertinent markers and zones. Att red operations. If the operation cluding reclamation, have been co	tach the Bond under which the work will be performed or results in a multiple completion or recompletion in a new impleted, and the operator has determined that the site is
The above mentioned well is in (NMOCD) to Nona Morgan 10 treatment. Rig is expected to	0/3/2008. Mr. Perrin also	indicated he		
Please see the attached procedure.				RCVD OCT 9'08 OIL CONS. DIV.
				DIST. 3
14. I hereby certify that the foregoing is true Name (Printed/typed)	e an deorrect			
Cherry Hlava		Title Regulato	ry Analyst	
Signature Cherry Hlava		Date 10/07/200)8	
	THIS SPACE FOR FEDER	AL OR STATE (OFFICE USE	ASSAUTED FOR REGORD
				OCT 0 8 2008
Approved by Conditions of approval, if any, are attached. Approved that the applicant holds legal or equisubject lease which would entitle the applications.	Office	Date	CANHINGSON FIELD CHAICE	

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.

SJ Basin Well Work Procedure

30-045-24286

Well Name:

GCU 306 SWD

Version:

1.0

Date:

October 6, 2008

Budget:

GCU Well Servicing

Repair Type:

Acidizing MV formation

bjective: Acidize MesaVerde to improve injection efficiency - Rigless

- 1. TIH w/ wireline to locate fill and check for scale
- 2. MIRU Pumping equipment
- 3. Pump chemicals and monitor pressure readings
- 4. Shutdown pumping equipment
- 5. Record data and return well to injection in the MV and production in the FS

Well History: Spud date 4/1980 as a dual well with FS production on one side and MV injector on the other. Workover 12/2001- Replace holey injector tubing. Workover 12/1996 – Squeeze of FS Perfs and abandon FS side. Add perfs and fracture stimulate in MV. 10/1996 — Acidize MV injection side.

Pertinent Information: No history of BH issues found with review of DIMS

UIC permit:

Note that the Vendor has indicated the scale found from a sample that was submitted for testing appears to be CaSO4 because it emits a strong rotten egg smell when treated with acid and is not magnetic. Therefore please wear proper PPE when pumping acid to treat scale. Furthermore H2S monitors should be calibrated properly prior to using for monitoring while working in the area!! Maintain all work upstream of the prevailing wind directions. Use a windsock or other flag to track wind direction when working in the area.

Mesa-Verde-Data:

Current Injection Information:

6000 bbls/mo

Ava Injection pressure:

800#

Max. allowable disposal pressure:

1200#

Working Interests:

100%

General Wellbore Information:

7" csa K-55 LT&C, 23# from 4154'-3952'

Tubing: 2.375" @2852' internally plastic lined tubing is inside the Baker Retrieval D packer @2849'

DV tool @1605'

MV perfs: 3022'-3600'

HSSE Policy Reminders;

- Hold pre-job safety meetings each morning
- Ensure proper PPE is worn while on location at all times
- Conduct JSA/Risk Assessment prior to each job scope change or prior to allowing a new person to start a job
- Comply with BP's Golden Rules of Safety (work permit, energy isolation, ground disturbance, confined space entry, working at heights, lifting operations, vehicle safety and management of change)
- Check and record well pressures each day prior to job commencement
- · All pressure tests should be recorded

Normal Operating Procedures:

- ADM 5102 Preliminary Well Work Checklist
- INS 8908-00 Power Down Automation
- NOP 8601-00 Procedure for Lockout / Tagout
- NOP 7801-00 Operating Policy for Simultaneous Operations

- NOP 7803-01 Procedure For At Risk Well Locations
- NOP 7804-01 Wellbore Air Purge
- NOP 7809-00 Spill Reduction Procedure for Wells Team
- NOP 7811 Site Security for Well Operations
- NOP 7812 Under Balanced Well Control Tripping
- DWOP Drilling and Well Operation Policy
- Dispensations SJPU and SJS DWOP Dispensations

Dispensations:

- Section 9.4.1 (Issue #5, May 2003) Document #K5500000267
- Stripping rubber to be used instead of Hydril / Annual Preventer.
- Section 24.2 (Issue #5, May 2003) Document #K5500000261
- No dual mechanical barriers in annulus during all well servicing

Procedures:

- 1. Shut well in and lock out tag out production equipment. Set swab tank or dig workover pit to receive any fluids.
- 2. Notify the following Inspectors 48 hrs prior to working on the well:

a). Kelly Roberts (OCD)
 b). Jim Walker (EPA)
 David Basinger (EPA)
 or David Albright (EPA)

505-334-6178 ext. 16 505-599-6317(retired)

415-972-3506 415-972-3971

c). Bill Freeman (Navajo UIC)

505-368-1041

- 3. Rig up recorders to monitor and record tubing and casing pressures
- 4. Please Note: Verbal approval from Charlie Perrin (NMOCD) to Nona Morgan was obtained on Friday October 3, 2008.

Slickline Operations:

- 5. RU Slickline and perform pre flush with 30 bbls of 2% KCL water through tubing.
- -6.—PU-and-TIH-with-wireline-tag-to-locate-any-fill/obstruction-and-check-for-scale:—If-obstruction-exists-above 2819' or fill is above 2852' notify Houston engineering about the next steps to follow. POH. Broach clean any tight spots where possible:
 - a. Tag X-nipple @ 2819'

Acid Pumping:

- 7. Rig up acid pumping equipment and truck. (Pumping capability should be in the range of 0-5 bpm, with the ability to vary the pumping rate.) Check and verify lineups have been made properly.
- Carry out the suggested steps (per Vendor) below to bullhead acid to preferred locations within the MV perfs. Utilize WSL recommendations based on wellsite observations and WL tag results for the actual steps.
 - a. Start pumping truck and pump 250 gallons of A 26 (Xylene) at a rate of 0.5 bpm.
 - b. After 3 bbls have passed through the wellhead, shutdown and let soak for 10 minutes. Resume pumping the remaining bbls of A26 at 0.5 bpm rate.
 - c. Pump 500 gallons of 15% HCL acid solution at 0.5 bpm.

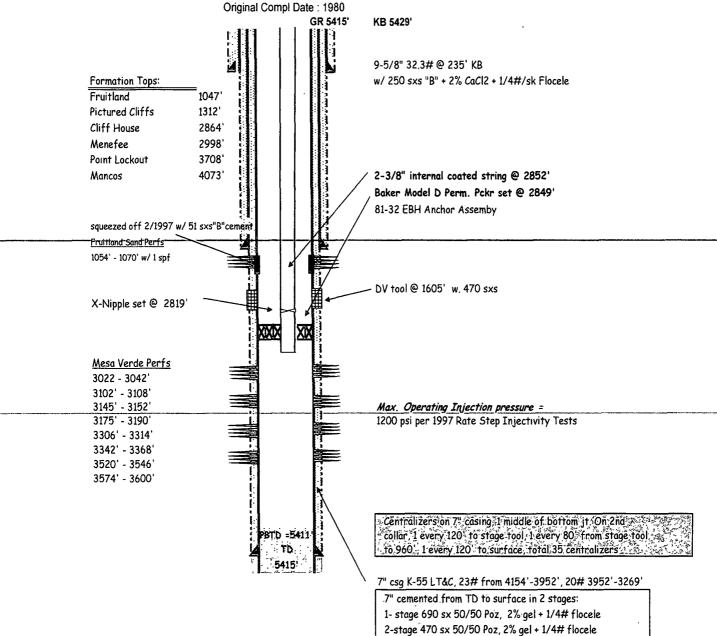
- d. After the first 6 bbls of acid have passed through the wellhead, shutdown and let soak for 15-30 minutes. Resume pumping the remaining 6 bbls of acid at 0.5 bpm.
- e. Pump an additional 500 gallons of acid to the bottom hole assembly and perforations at 2-3 bpm. Once the acid is on bottom, slow pump rate down to 0.5 bpm.
- f. After 6 bbls have passed the BHA, shutdown and let soak for 15-30 minutes. Resume pumping the remaining bbls of acid at 0.5 bpm until the acid is throught the perforations.
- g. Overdisplace the treatment into the formation with 20 bbls of 2% KCL water.
- 9. If pressure readings are satisfactory (i.e. < 1000 psi), then shut down pumping equipment and return well to injection. (*Maximum injection pressure* should not exceed 1200 psi at this point).
- -10. If pressure readings are not satisfactory, then consult with Houston engineering for additional treatment steps.
- 11. When complete, enter all information into DIMS.

BP AMERICA PRODUCTION WELLBORE SCHEMATIC

GCU 306 SWD

Unit N Sec 19 Twn 29N Rge 12W San Juan County, NM

Run 23



updated 9/23/2008 GCU 306 SW diposal well