Form 3160-5 (August 2007) UNITED STATES OMB No 1004-013 DEPARTMENT OF THE INTERIOR Expires July 31, 2010 BUREAU OF LAND MANAGEMENT Lease Serial No NMSF 078949 VI Land Management SUNDRY NOTICES AND REPORTS ON WELLS Faimington Field Office 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. Eastern Navajo If Unit or CA/Agreement, Name and/or No SUBMIT IN TRIPLICATE - Other instructions on reverse side NMNM 78391A Type of Well Well Name and No. Other Gas Well 🔲 Oil Well M **GCU 109** Name of Operator API Well No **BP America Production Company** Attn: Cherry Hiava 30-045-08234 Address 3b. Phone No. (include area code) Field and Pool, or Exploratory Area 10. P.O. Box 3092 Houston, TX 77253 281-366-4081 **Kutz Pictured Cliffs West** Location of Well (Footage, Sec., T., R., M., or Survey Description) County or Parish, State 850' FSL & 1040' FWL Sec. 18 T29N, R12W SWSW 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 Deepen Deepen Acidize Notice of Intent Alter Casing Reclamation Well Integrity Fracture Treat New Construction Casing Repair Recomplete CVD JAN 28 '09 Subsequent Report Change Plans Plug and Abandon Water Disposal DIL CONS. DIV. Plug Back DIST. 3 Convert to Injection Final Abandonment Notic Describe Proposed or Completed Operation (clearly state a If the proposal is to deepen directionally or recomplete he provide the Bond No on file with BLM/BIA. Required in interval, a Form 3160-4 shall be filed once testing has bee ready for final inspection tion (clearly state all perti **Compliance Well** 1/12/09 Tbg 0; csg 0 BH 0 psi. Blw DN to flow back tnk; remove horse head; unseat pmp & TOH w/pmp & rods. Call NMOCD & BLM. Revised procedure to agree with agencies approved procedure. ND WH; NU BOP; Rig up floor; tongs; slips & elevators. 1/13/09 Pres test lines; Circ good. 1/14/09 Mill on CIBP @1650'. TIH & tag fill @2663'. Drill to 2773'. Shut down drilling. Called BLM. BLM sees where it had been plugged; bond log run; it is OK w/BLM to set CIBP @1379' & spot cmt plug.

1/15/09 TIH w/4.5" CIBP & set @1380'. Load & test csg to 500 psi; held 15 min. Good Test. RU Schlumberger & spot plug 1380' – 800'; w/40 sxs class G neat cmt. TIH & perf sqz holes @365'. TOH; TIH pmp'd into sqz holes at 750 psi @4 BPM; shut DN pmp;

1/16/09 TIH; sting into cmt retainer; RU Schlumberger cmt truck to tbg, establish rate thru retainer @750 psi @4 BPM; mix & pmp 21 sxs class G cmt below retainer; sting out of retainer; circ hole clean; Rig DN. Dig out around well head; shut down for weekend.

1/19/09 RU Schlumberger; perf 2 Sqz holes @210;. RIG DN; pmp down csg to see if it will circ out BH; press up to 1000 psi; RU on BH valve & pmp down BH; pres up to 500 psi; Rig DN. ND BOP; Rig up welder; do hot wrk permit. Cut off well head; Cmt to surface. TIH w/3 jts 1" tbg on inside of the production csg & circ cmt to surface. BLM man noticed slight wtr flw between prod csg & surface pipe from a microannulus. (2 hrs flow filled up a coffee cup) Called Jim Lovato. BLM wants to let everything set until morning to see if the flow quits. Shut down overnight.

1/20/09 Check backside for gas w/Tri-gas monitor; found no gas. Chipped out some cmt between prod. csg & surface pipe. Oscar Torrez (field) & Jim Lovato (BLM) agreed to let BP monitor well with LEL monitor to determine if bubble is gas or air. We placed a plastic bag over the monitor and it built up enough to set off the LEL meter at 17 ppm, the BLM said let it stand & see if it is residual gas trapped between the casing and cement, will monitor it every 2 or 3 days, if the gas quits, we will then put on the dry hole marker, if it deos not, we will then have to drill out and re-squeeze. Rig down unit and equipment. Release rig, clean location.

Follow up sundry notice will follow in 10 days.

any false, fictitious or fraudulent statements or representations as to any matter witin its jurisdiction.

TIH & set cmt retainer @328'.

14. I hereby certify that the foregoing is true and correct <i>Name</i> (Printed/typed)		
Cherry Hlava	Title Regulatory Ana	alyst
Signature Cherry Hlawa	Date 01/23/2009	
THIS SPACE FOR FEDI	RAL OR STATE OFFIC	EUSE ACCEPTED FOR SECT
Approved by	Title	Date JAN 27 2009
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	PARMINOTON FIELD OFFICE