

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
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

Form C-101
Permit 3122

APPLICATION FOR PERMIT TO DRILL

Operator Name and Address BP AMERICA PRODUCTION COMPANY PO Box 3092 Houston, TX 77253		OGRID Number 778
		API Number 30-045-32717
Property Code 355	Property Name CANEPL GAS COM	Well No. 001N

Surface Location

UL or Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
O	18	31N	10W	6	960	S	2245	E	San Juan

Bottom Holes

Pool: BASIN DAKOTA (PRORATED GAS) 71599									
UL or Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
K	18	31N	10W	K	1440	S	2140	W	San Juan

Pool: BLANCO-MESAVERDE (PRORATED GAS) 72319									
UL or Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
K	18	31N	10W	K	1440	S	2140	W	San Juan

Work Type New Well	Well Type GAS	Cable/Rotary	Lease Type Private	Ground Level Elevation 5910
Multiple Y	Proposed Depth 7421	Formation Dakota Formation	Contractor	Spud Date 02/01/2005

Proposed Casing and Cement Program

Type	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	13.5	9.625	32	200	154	0
Intl	8.75	7	20	3036	306	0
Prod	6.25	4.5	11.6	7421	344	2868

Casing/Cement Program: Additional Comments

4.5 csg TOC estimated @3268

Proposed Blowout Prevention Program

Type	Working Pressure	Test Pressure	Manufacturer
Double Ram	2000	1500	

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: 12/03/2004

Phone: 281-366-4491

OIL CONSERVATION DIVISION

Electronically Approved By: Charlie Perrin

Title: Manager

Approval Date: 10/10/2004

Expiration Date: 10/10/2005

Conditions of Approval:

There are conditions. See Attached.