Form \$160-5 (August 1999)

Approved by

Conditions of approval, Kany, are attached. Approval of this notice does not warrant or Certify that the applicant holds legal to equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

(August 1999)	to tropp of topo		١.		ann allen			
DEPA	UNITED STATES RTMENT OF THE INTERIOR		\		PPROVED 1004-0135			
	BUREAU OF LAND MANGEMENT							
SUNDRY NO	5. Lease Serial No.							
	SF - 07	'8138-A						
Do not use this form 3.	or proposals to drill or to re-ente 160-3 (APD) for such proposals	Tan Abanaonea we	1 32	6. If Indian, Allottee or				
SUBMIT IN TRIPLIC	CATE – Other instruction	s on reverse sid	e	7. Unit or CA/Agreemen	nt, Name and/or No.			
1. Type of Well		1000	<u> </u>	8. Well Name and No.				
Oil Well X Gas Well	Other			Storey	B LS 5			
2. Name of Operator		2000	· d	9. API Well No.				
BP America Production Com	pany Attn: Cherry Hlav	a		30-045	5-09601			
3a. Address	3b. Phone No. (in		Š	10. Field and Pool, or Exp	oloratory Area			
P.O. Box 3092 Houston, TX 7725	53	81-366-4081	1	Basin Fru	itland Coal			
4. Location of Well (Footage, Sec., T., F		* * * * * * * * * * * * * * * * * * *		11. County or Parish, Stat				
, , ,	₹62.0.	68.13						
800' FSL & 1800' FEL Sec	11 T30N R11W	المستخطعة		San Juan Cour	nty, New Mexico			
12. CHECK	APPROPRIATE BOX(ES) TO INDI	CATE NATURE OR 1	NOTICE, RI	EPORT, OR OTHER DATA	4			
			E OF ACTIO					
TYPE OF SUBMISSION X Notice of Intent	Acidize Deep			on (Start/Resume)	☐ Water shut-Off			
Subsequent Report		ure Treat	Reclamat					
Final Abandonment Notice		_	•		Well Integrity			
Final Abandonment Notice		Construction	Recomple		☐ Abandon			
	☐ Change Plans ☐ Plug ☐ Injection ☐ Plug	and Abandon L Back X	Water Dis	•	Commingling			
deepen directionally or recomplete horizon will be performed or provide the Bond No. results in a multiple completion or recompl requirements, including reclamation, have	on file with BLM/BIA. Required subsequence on a new interval, a Form 3160-4 sha	ent reports shall be filed all be filed once testing ha	within 30 days s been comple	s following completion of the in eted. Final Abandonment Notice	volved operations. If the operatio			
BP America Production C Coal and commingle prod		-		-				
The Aztec Pictured Cliffs Commingling per NMOCI commingled pools are id-	O ord R-11363. The worki	ng and overridi	ng royal	ty interest owners	in the proposed			
Production is proposed to production from the Picto								
total production for the c Coal COMMITTED Supplementation of the comments of	u P&βno∛uAd tion decline es		Pictured		HED FOR			
•	·							
Commingling Production total remaining production		well from the p. 1957	AZ	l pools will not redu ,	uce the value of the			
14. I hereby certify that the foregoing is	s true and correct							
Name (Printed/typed)	Cherry Hlava	Title	Regulato	ry Analyst				
Signature Cherry Ha	iva	Date 7	/5/2005					
The second of th	THIS SPACE FOR FE	DERAL OR STAT	E OFFICE	USE				

Office



SJ Basin Well Work Procedure

Well Name:

Storey B LS #5

Version:

1.0 Version

Date:

June 29, 2005

Type III Fruitland Coal Recompletion Program

Repair Type: Recompletion and Downhole Co-mingle of Pictured Cliffs and Fruitland Coal

History

The Storey B LS #5 is currently flowing only marginal gas less than 10 mcfd against 169 psi line pressure.

This well was drilled and completed as a Pictured Cliffs well in 1959. The initial fracture treatment was 40,000# Sand with 37,086 gal water.

Cumulative production for the Pictured Cliffs is 995 MMCF.

Procedure:

- 1. Check anchors. MIRU workover rig Key 66
- 2. Check and record tubing, casing, and bradenhead pressures.
- 3. Blow down well. Kill with 2% KCL water ONLY if necessary.
- 4. 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. Monitor flowing casing pressure with gauge (with casing flowing to blow tank) throughout workover.
- 5. Pull tubing hanger and shut pipe rams for 2 3/8" tubing and install stripping rubber.
- 6. Tag for fill and tally OH with 2 3/8" production tubing currently set at 2319'. Plug back total depth is 2390' with perforations 2336'-2348'; 2352'-2366'; 2370'-2376' in Pictured Cliffs.
- 7. TOH with 2 3/8" production tubing using approved "Under Balance Well Control Tripping Procedure".
 - <u>Contingency:</u> If the tubing is in poor condition, replace entire tubing string.
- 8. Rig up Schlumberger and test lubricator 200 psi low and 1500 psi high.

- 9. Run Gamma Ray Depth Control log to tie in the top of the Pictured Cliff perforations and the Fruitland Coal Sand topped at 2090'.
- 10. Run Gage ring and junk basket for 5 ½" 15.5# J55 casing and then set RBP at 2330' RKB above the top of the Pictured Cliffs perforations.
- 11. Load hole with 2 % KCl water and test casing to 500 psi.
- 12. Run Coal Identification Log and Cement Bond Log.
- 13. ND existing wellhead and replace with FMC BP Amoco Standard 5 ½" x 2 3/8" Retro-fit wellhead as per attached diagram and material list.
- 14. Rig up Schlumberger and test lubricator 200 psi low and 1500 psi high
- 15. Run Cased Hole Dynamic Test Tool and measure pressures at seven (7) depths to be determined from Coal Identification Log. Estimated depths are 2315', 2310', 2195', 2170', 2135', 2120', and 2110'.

Estimated Fruitland Coal Intervals							
NAME		ТОР	воттом	Approximate CHDT Depth			
Fruitland (IGNA)	Sand	2087'	2144'	2110', 2120', 2135'			
CTWD		2160'	2200'	2170' and 2195'			
CAHN		2300'	2320'	2310' and 2315'			

- 16. Prepare to perforate 2300'-2320' at 4 spf using 3 1/8" HSD loaded with PowerJet charges EH .45" and Penetration of 38.5".
- 17. Run 2 7/8" 6.5# N-80 Buttress fracture treatment string and set packer at 2250'
- 18. Install Stinger Tree Saver.
- 19. Fracture treat well for Stage 1 with an estimated 100,000# 16/30 Brady Sand and 70% Q Foam at 45 BPM as per Schlumberger Detailed Fracture Treatment Proposal. Limit treating pressure to a maximum of 6000 psi.
- 20. Flow well back to recover as much load fluid as possible.
- 21. Unseat packer and POH
- 22. Set Retrievable Bridge Plug at 2250' and casing perforate as before at 2170'-2190' and 2100'-2110'.
- 23. Run 2 7/8" 6.5# N-80 Buttress fracture treatment string and set packer at 2000'
- 24. Install Stinger Tree Saver.
- 25. Fracture treat well for Stage 2 with an estimated 200,000# 16/30 Brady Sand and 70% O Foam at 45 BPM as per Schlumberger Detailed Fracture Treatment Proposal. Limit treating pressure to a maximum of 6000 psi.

- 26. Flow well back to recover as much load fluid as possible.
- 27. Unseat packer and POH
- 28. Recover RBP at 2250' and 2330'
- 29. Cleanout wellbore to PBTD and flow to clean up with 2 3/8".
- 30. Hang off tubing at 2370' with Nipples for plunger lift.
- 31. Release to production department and produce Pictured Cliff Zone and Fruitland Coal Zone down hole co-mingled with compression at 5 - 10 psi suction pressure.

Richard W. Pomrenke

Petroleum Engineer Consultant Type III Coal Recompletion Program San Juan South Onshore US Business Unit 19.113

281-366-5023 office

281 455 8449 cell

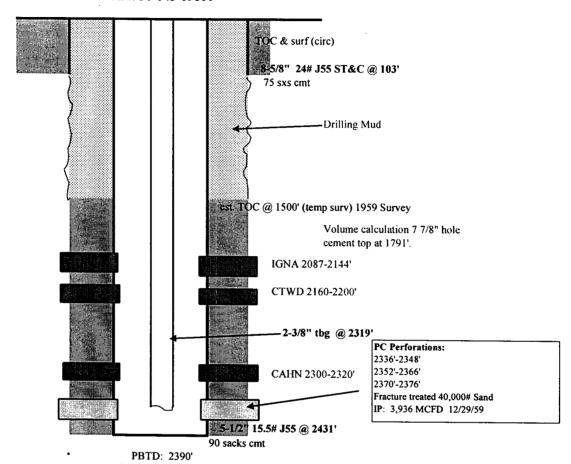
pomrrw@bp.com

Current Diagram 2-15-05

Storey B LS #5

Sec 11, T30N, R11W API: 30-045-09601

5862' GL



NOTES:

updated: 7/22/03 jad

District I

1625 N. French Dr., Hobbs, NM 88240

District II

811 South First, Artesia, NM 88210

District III

1000 Rio Brazos Rd., Aztec, NM 87410

District IV 2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico Energy, Minerals & Natural Resources Department

Submit to Appropriate District Office

OIL CONSERVATION DIVISION 2040 South Pacheco Santa Fe, NM 87505

State Lease - 4 Copies Fee Lease - 3 Copies

Revised August 15, 2000

Form C-102

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

3	¹ API Number 0-045-0960				³ Pool Name Basin Fruitland Coal					100.000			
Propert					⁵ Property Nan Storey B L	⁶ Well Number 5							
⁷ OGRI 0007				BP Ameri	* Operator Name rica Production Company				⁹ Elevation 5862				
					Surface I	ocation							
UL or lot no.	Section 1.1	Township 30N	Range 11 VV	Lot Idn	Feet from	North/South	Feet from	East/West	County San Juan				

Bottom Hole Location If Different From Surface UL or lot no. Lot Idn Section Township Feet from North/South East/West County 12 Dedicated Acres 13 Joint or Infill 15 Order No. 14 Consolidation Code 320

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A

NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION							
			⁷ OPERATOR CERTIFICATION				
			I hereby certify that the information contained				
			herein is true and complete to the best of my				
			knowledge and belief.				
•			Cherry Hlava				
			Signature				
			Cherry Hlava				
			Printed Name Regulatory Analyst				
			Title 7/5/2005				
			Date				
			18 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.				
			On File				
			Date of Survey				
		1800'	Signature and Seal of Professional Surveyor:				
	. •						
	.008						
	ω		Certificate Number				
							

District I

1625 N. French Dr., Hobbs, NM 88240

District II

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District III

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OIL CONSERVATION DIVISION 2040 South Pacheco Santa Fe, NM 87505

AMENDED REPORT

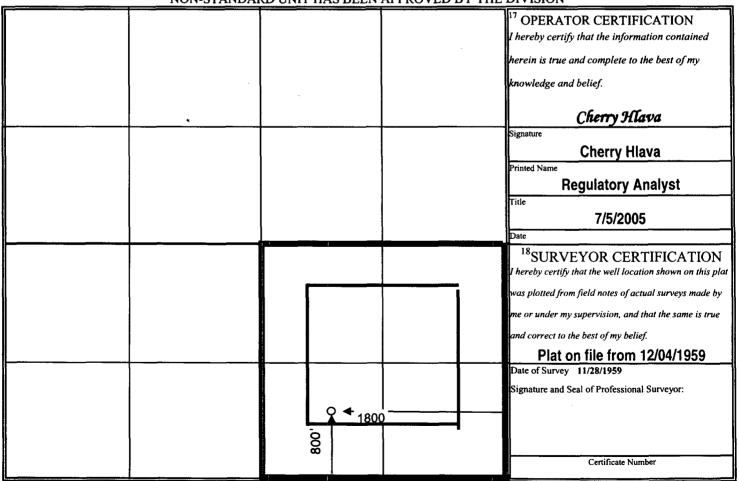
WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-045-09601	² Pool Code 71280	Aztec Pictured Cliffs		
Property Code 001136	⁵ Property Name Storey B LS	⁶ Well Number 5		
⁷ OGRID No. 000778	⁸ Operator Name BP America Production Company	'Elevation 5862'		

¹⁰ Surface Location

					Surface	Deation			
UL or lot no.	Section	Township	Range	Lot Idn	Feet from	North/South	Feet from	East/West	County
0	11	30N	11W		800	South	1800'	East	San Juan
			11 Botto	m Hole l	Location If	Different I	rom Sur	face	
UL or lot no.	Section	Township	Range	Lot Idn	Feet from	North/South	Feet	East/West	County
12 Dedicate	d Acres	es ¹³ Joint or Infill		14 Consolidation Code			¹⁵ Order No.		
160)						}		

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



Storey B LS 5 30-045-09601 Di (annual) 0.143591		•	Aztec Pictured	ne					
Date	MCF	Date	MCF	Date	MCF	Date	MCF	Date	MCF
7/15/2005	20	7/15/2008	13.00	7/15/2011	8.45	7/15/2014	5.49	7/15/2017	3.57
8/15/2005	19.76	8/15/2008	12.85	8/15/2011	8.35	8/15/2014	5.43	8/15/2017	3.53
9/15/2005	19.53	9/15/2008	12.69	9/15/2011	8.25	9/15/2014	5.36	9/15/2017	3.49
10/15/2005	19.29	10/15/2008	12.54	10/15/2011	8.15	10/15/2014	5.30	10/15/2017	3.44
11/15/2005	19.07	11/15/2008	12.39	11/15/2011	8.06	11/15/2014	5.24	11/15/2017	3.40
12/15/2005	18.84	12/15/2008	12.25	12/15/2011	7.96	12/15/2014	5.17	12/15/2017	3.36
1/15/2006	18.61	1/15/2009	12.10	1/15/2012	7.86	1/15/2015	5.11	1/15/2018	3.32
2/15/2006	18.39	2/15/2009	11.96	2/15/2012	7.77	2/15/2015	5.05	2/15/2018	3.28
3/15/2006	18.17	3/15/2009	11.81	3/15/2012	7.68	3/15/2015	4.99	3/15/2018	3.24
4/15/2006	17.96	4/15/2009	11.67	4/15/2012	7.59	4/15/2015	4.93	4/15/2018	3.21
5/15/2006	17.74	5/15/2009	11.53	5/15/2012	7.50	5/15/2015	4.87	5/15/2018	3.17
6/15/2006	17.53	6/15/2009	11.40	6/15/2012	7.41	6/15/2015	4.82	6/15/2018	3.13
7/15/2006	17.32	7/15/2009	11.26	7/15/2012	7.32	7/15/2015	4.76	7/15/2018	3.09
8/15/2006	17.12	8/15/2009	11.13	8/15/2012	7.23	8/15/2015	4.70	8/15/2018	3.06
9/15/2006	16.92	9/15/2009	10.99	9/15/2012	7.15	9/15/2015	4.65	9/15/2018	3.02
10/15/2006	16.71	10/15/2009	10.86	10/15/2012	7.06	10/15/2015	4.59	10/15/2018	2.98
11/15/2006	16.52	11/15/2009	10.73	11/15/2012	6.98	11/15/2015	4.54	11/15/2018	2.95
12/15/2006	16.32	12/15/2009	10.61	12/15/2012	6.89	12/15/2015	4.48	12/15/2018	2.91
1/15/2007	16.12	1/15/2010	10.48	1/15/2013	6.81	1/15/2016	4.43	1/15/2019	2.88
2/15/2007	15.93	2/15/2010	10.36	2/15/2013	6.73	2/15/2016	4.38	2/15/2019	2.84
3/15/2007	15.74	3/15/2010	10.23	3/15/2013	6.65	3/15/2016	4.32	3/15/2019	2.81
4/15/2007	15.56	4/15/2010	10.11	4/15/2013	6.57	4/15/2016	4.27	4/15/2019	2.78
5/15/2007	15.37	5/15/2010	9.99	5/15/2013	6.49	5/15/2016	4.22	5/15/2019	2.74
6/15/2007	15.19	6/15/2010	9.87	6/15/2013	6.42	6/15/2016	4.17	6/15/2019	2.71
7/15/2007	15.01	7/15/2010	9.75	7/15/2013	6.34	7/15/2016	4.12	7/15/2019	2.68
8/15/2007	14.83	8/15/2010	9.64	8/15/2013	6.27	8/15/2016	4.07	8/15/2019	2.65
9/15/2007	14.65	9/15/2010	9.52	9/15/2013	6.19	9/15/2016	4.02	9/15/2019	2.62
10/15/2007	14.48	10/15/2010	9.41	10/15/2013	6.12	10/15/2016	3.98	10/15/2019	2.58
11/15/2007	14.31	11/15/2010	9.30	11/15/2013	6.04	11/15/2016	3.93	11/15/2019	2.55
12/15/2007	14.14	12/15/2010	9.19	12/15/2013	5.97	12/15/2016	3.88	12/15/2019	2.52
1/15/2008	13.97	1/15/2011	9.08	1/15/2014	5.90	1/15/2017	3.84	1/15/2020	2.49
2/15/2008	13.80	<i>`2</i> /15/2011	8.97	2/15/2014	5.83	2/15/2017	3.79	2/15/2020	2.46
3/15/2008	13.64	3/15/2011	8.86	3/15/2014	5.76	3/15/2017	3.75	3/15/2020	2.43
4/15/2008	13.48	4/15/2011	8.76	4/15/2014	5.69	4/15/2017	3.70	4/15/2020	2.41
5/15/2008	13.31	5/15/2011	8.65	5/15/2014	5.63	5/15/2017	3.66	5/15/2020	2.38
6/15/2008	13.16	6/15/2011	8.55	6/15/2014	5.56	6/15/2017	3.61	6/15/2020	2.35

Bureau of Land Management Conditions of Approval:

- 1) If cement squeeze work is necessary, contact Matt Halbert of the BLM Farmington Field Office @ (505) 599-6350.
- 2) If this well is located in a Specially Designated Area (SDA), compliance with the appropriate <u>seasonal closure</u> requirements will be necessary.
- 3) Pits must be lined with an impervious material at least 12 mils thick. The pit must be fenced on three (3) sides during workover operations and on the 4th side after the rig moves off location. Pits must be closed within 90 days of completion of the workover operations. Prior to closing the pit the liner must be cut off at mud level.