UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANGEMENT

SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an

Abandoned well. Use Form 3160-3 (APD) for such proposals.

	FORM APPROVED ON 1004-015 OCT 2000	30
ĵ	5. Lease Serial No. NMSF - 078106 CONSTITUTE Name Strandard, Allottee or tribe Name	, ,
	7. If Unifor Cavagreement, Name and On BULLISIS	

									(62),
SUBMIT IN TRIPLIC	CATE –	Other instr	ucti	ons on reverse si	ide	7. ITUMERENA 070 FARMING	TON	Name ar	nd/2000 61 81 [13]
Type of Well Oil Well X	Gas Well	Other		· · · · · · · · · · · · · · · · · · ·		8. Well Name and N			
	Jas weii	- Other				Gallego	os Ca	nyon U	nit 130
Name of Operator						9. API Well No.			
BP America Pro	duction (Company Att	tn: C	herry Hlava			30- <u>04</u>	<u>5-07510</u>	
a. Address		3b. Phone No		lude area code)		10. Field and Pool, or			
O. Box 3092 Houston, TX	77253		28	1-366-4081			lotar	Gallup	
Location of Well (Footage, Se			riptio	n)		11. County or Parish,			
10' FNL & 1850' FEL Sec. 1	18 T28N F	R12W				San Juan	Cou	nty, Ne	w Mexico
						1			
12. CHEC	CK APPRO	PRIATE BOX(E	S) TO			NOTICE, REPORT, OR OT	HER I	DATA	
			S) TC	Т		OF ACTION			hut-Off
TYPE OF SUBMISSION	Acid	dize	S) TC	T	YPE (OF ACTION Production (Start/Resume)		Water s	hut-Off
	Acid		S) TO	Т	YPE (OF ACTION Production (Start/Resume) Reclamation		Water s	tegrity
TYPE OF SUBMISSION	Acid	dize	S) TO	T	YPE (OF ACTION Production (Start/Resume)		Water s	
TYPE OF SUBMISSION	Acid	dize er Casing	S) TO	T Deepen Fracture Treat	YPE (OF ACTION Production (Start/Resume) Reclamation		Water s Well In	tegrity

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.

The referenced well was plugged in 1967 by Sunray DX Oil Company. During a recent inspection, this well was discovered leaking oil to the surface. Attached please find BLM demand letter dated July 25, 2005.

BP America, as current unit operator, respectfully requests approval of the attached procedure to replug the well by cutting off the PA marker cap, installing a wellhead, drilling out the existing cement plugs and setting new cement plugs. The location will be restored.

	by certify that the foregoing is true an dcorrect (Printed/typed)		
Che	rry Hlava	Title Regulatory	Analyst
Signa	ture Cherry Hlava/SBB	Date 09/13/05	
	THIS SPACE FOR FEDE	RAL OR STATE OFF	ICE USE
Approved	Original Signed: Stephen Mason	Title	SEP 3 0 2005
Certify th	s of approval, if any, are attached. Approval of this notice does not warrant or not the applicant holds legal or equitable title to those rights in the	Office	

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 witin its jurisdiction.

Kec 8-1-05



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Farmington Field Office 1235 La Plata Highway, Suite A Farmington, New Mexico 87401

IN REPLY REFER TO:

NMSF-078106 (WC) 3162.3-4 (21110)

July 25, 2005

Ms. Mary L. Corley BP America Production Co. PO Box 3092 Houston, TX 77253-3092

Dear Ms. Corley:

Reference is made to well No. 130 Gallegos Canyon Unit located 810' FNL & 1850' FEL Sec. 18, T. 28 N., R. 12 W., San Juan County, New Mexico, lease NMSF-078106. The subject well was plugged in 1967 by Sunray DX Oil Company. On a recent inspection of wells in the Gallegos Canyon Unit, the above mentioned well was discovered leaking oil to the surface. Since you are the current unit operator, you are required to submit a procedure to replug the well. You are required to submit this procedure by August 31, 2005.

Failure to comply within the time above may result in an assessment in accordance with 43 CFR 3163.1.

Under provisions of 43 CFR 3165.3, you may request an Administrative Review of the orders described above. Such request, including all supporting documents, must be filed in writing within 20 business days of receipt of this notice and must be filed with the State Director, Bureau of Land Management, P. O. Box 27115, Santa Fe, New Mexico 87502-0115. Such requests shall not result in a suspension of the order(s) unless the reviewing official so determines. Procedures governing appeals from instructions, orders or decisions are contained in 43 CFR 3165.4 and 43 CFR 4.400 et seq.

If you have any questions please contact Stephen Mason with this office at (505) 599-6364.

Sincerely,

Stephen Mason

Petroleum Engineer: Petroleum Management Team

SJ Basin Well Work Procedure

Well Name:

GCU 130

Version:

1.0

Date:

September 8, 2005

Repair Type: Re-plug

Objective: Re-plug Well due to leaking oil to the surface

1. Cut off P&A marker and cap, install wellhead.

2. Drill existing cement plugs and set new cement plugs.

3. Restore location.

Pertinent Information: Gas BTU content for this well is unknown. Venting and Flaring document needs to be followed with the assumption that BTU content is above 950.

Location:

T28N-R12W-Sec18

API#:

30-045-07510

County:

San Juan

FlacWell:

State:

New Mexico

Meter #:

Horizon:

GP

Engr: Sanggam Situmeang

ph (505) 326-9263

fax (505) 326-9251

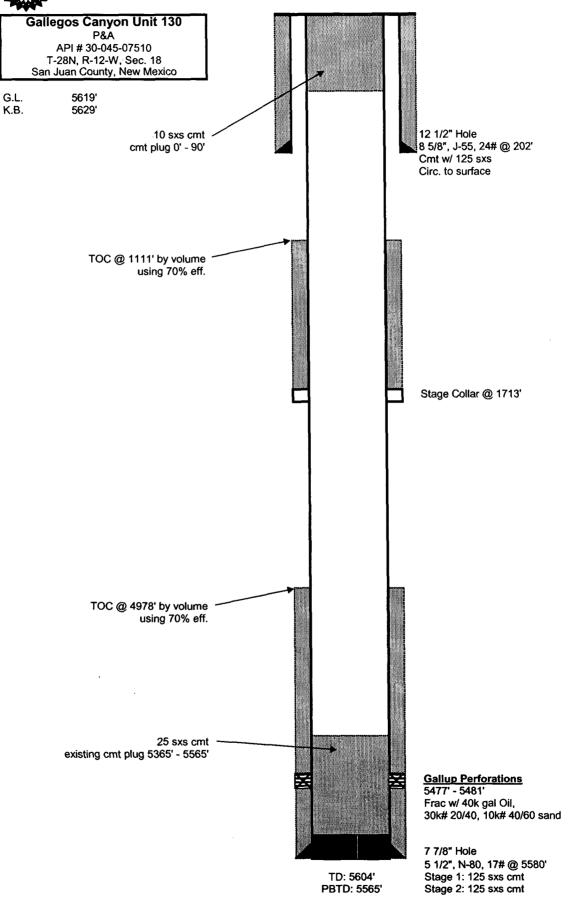
Procedure:

- Contact BLM and NMOCD 24 hrs prior to beginning operations.
- 2. Check anchors. Obtain hot work permit. Test for gas.
- 3. Cut off P&A marker and cap.
- Install casing head and tubing head. NU BOP. Close blinds and pressure test BOP and tubing head.
- Re-enter 5-1/2" casing stub and drill up 10 sack surface plug. TIH w/ bit, stage in hole down to top of second cement plug at 5,365' and displace mud to flow back tank. With bit at top of second cement plug at 5,365' circulate water in well bore and
- Test 5-1/2" casing to 500 psi for 30 mins. If casing/plug fails to test, TIH with packer and isolate. Contact engineer for supplementary procedure.
- TIH w/ bit and casing scrapper to top of second cement plug at 5,365' and clean out if necessary.
- Rig up E-line and run CBL-VDL 50' above and below the intervals stated below to confirm adequate cement behind casing per BLM/NMOCD requirements. Relay log and results of log to Engineer.

9. Spot 12 sack cement plug to fill from 3,950' - 3,850' to isolate the MV. were + over le 5/2 com 4048'

- 10. POOH to 1,500'. Use approved "Under Balance Well Control Tripping Procedure".
- Spot 12 sack cement plug to fill from 1,500' 1,400' to isolate the PC. $\sim Fr$
- 12. POOH and WOC. Use approved "Under Balance Well Control Tripping Procedure".
- 13. RU wireline unit. Perforate casing at 260' and squeeze with 75 sxs cement to surface.
- 14. Perform underground disturbance and hot work permits. Cut off tree.
- 15. Install 4' cement well marker and identification plate per NMOCD requirements.
- 16. Restore location.





Gallegos Canyon Unit 130 P&A API # 30-045-07510 T-28N, R-12-W, Sec. 18 San Juan County, New Mexico G.L. 5619' K.B. 5629' 12 1/2" Hole 8 5/8", J-55, 24# @ 202' Cmt w/ 125 sxs Proposed 75 sxs Circ. to surface cmt sqz @ 260' cmt plug 0' - 260' TOC @ 1111' by volume using 70% eff. Proposed 12 sxs cmt plug 1400' - 1500' Stage Collar @ 1713' Proposed 12 sxs cmt plug 3850' - 3950' TOC @ 4978' by volume using 70% eff. 25 sxs cmt existing cmt plug 5365' - 5565' Gallup Perforations 5477' - 5481' Frac w/ 40k gal Oil, 30k# 20/40, 10k# 40/60 sand 7 7/8" Hole 5 1/2", N-80, 17# @ 5580' Stage 1: 125 sxs cmt Stage 2: 125 sxs cmt TD: 5604' PBTD: 5565'

Production Casing Annular V	lar Volume					
Surface Csg/Hole I.D.	Prod. Casing O.D.	Capacity	Start Depth End Depth	End Depth	Volume (bbls)	Sacks of Cement
7.875	5.5	0.0309	202	260	1.8	8
8.097	5.5	0.0343	0	202	6.9	33

Surface Casing Shoe/Surface Plug

Capacity Start Depth End Depth Volume Sacks of Cement	0.0232 0 260 6.0 28
Casing I.D.	4.892

Sacks of Cement	11	
Volume	2.3	
End Depth	1500	
Start Depth	1400	
Capacity	0.0232	
Casing I.D.	4.892	

MV Plug					
Casing I.D.	Capacity	Start Depth	End Depth	Volume	Sacks of Cement
4.892	0.0232	3850	3950	2.3	11

172 **Total Cement**

Estimated 100 using /	1/0 HOIE, 1.10 CI/SK YIEID,	neig, 4.3699 frot annuiar volume and 70% efficiency	ie and 70% emcl	ency		
Hole I.D.	Prod. Casing O.D.	Capacity	Start Depth End Depth	End Depth	Volume (bbls)	Volume (bbls) Sacks of Cement
7.875	5.5	60000	4978	2580	18.6	87
7.875	5.5	60000	1111	1713	18.6	88