Approved by

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

FORM APPROVED OMB No. 1004-0135 UNITED STATES Expires November 30, 200 DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANGEMENT** Lease Serial No. SUNDRY NOTICES AND REPORTS ON WELLS SF - 078195 Do not use this form for proposals to drill or to re-enter an If Indian, Allottee or tribe Nam Abandoned well. Use Form 3160-3 (APD) for such proposals. If Unit or CA/Agreement, Name and/or No. DIN SUBMIT IN TRIPLICATE - Other instructions on reverse Type of Well Well Name and No. Oil Well Other Gas Well Sellers Federal LS 2N Name of Operator API Well No. **BP AMERICA PRODUCTION COMPANY** 30-045-32927 10. Field and Pool, or Exploratory Area 3a. Address 3b. Phone No. (include area code) **PO BOX 3092 HOUSTON, TX 77253** 281-366-4081 Basin Dakota & Blanco Mesaverde County or Parish, State Location of Well (Footage, Sec., T., R., M., or Survey Description) 2170' FSL & 660' FEL; SEC 30 30N 10W NESE Mer NMP SAN JUAN, NM 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 Acidize Notice of Intent Well Integrity Reclamation Alter Casing Fracture Treat Recomplete Other SPUD & SET Casing Repair **New Construction** Subsequent Report Change Plans Water Disposal Plug and Abandon Convert to Injection Final Abandonment Notice 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. MIRU On 01/31/06 & Spud a 12 1/2" surface hole (due to pre-set) Drilled to 234'. RU & ran 9 5/8", 32.3# H-40 surface CSG to 231'. CMTw/4.5 yards Redi-Mix (Est. 75 sxs) Circulate 1/2 bbls to surface. 2/03/06 Drl rat & mouse hole; Pressure test valves 250 low & 1500 high. Test OK Pres test 9 5/8" csg to 750 psi 30 min. OK. Drilled out CMT 219' - 234'. Drilled an 8 3/4" hole 234' to 4468'. Ream tight spots 1173' - 4468'. RU & set 7" J-55 20# @4000' & N-80 23# 4000' - 4468'. TIH & CMT 7"; 1st STAGE; Lead w/230 sxs POZ. Density 11.70. Tail w/ 65 sxs; Density 13.5 2nd Stage: Lead w/210 sxs; Density 11.7 & tail w/65 sxs @13.7#. 20 bbls good slurry to reserve pit. Press test 7" to 1350#; Test good.. TIH & tag cmt @4345'. Drill 6 4" hole 4468' - 7153' reached TD 2/13/06 RU & land 4 1/2", 11.6#, P-110 LT&C, production CSG to 7152'. Lead: w/71 sxs of 9.5 ppg Density Litecreat. Yield 2.52. Tail w/195 sxs pozz 13.5 # 50/50 poz mix., 1.44 yield cuft/sx. Top of Top of Cement will be reported on the completion report. I hereby certify that the foregoing is true and correct Name (Printed/typed) Cherry Hlava Title Regulatory Analyst Date 02/15/06 Signature

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.

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Title

Office

Date