UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANGEMENT**

FORM APPROVED OMB No. 1004-0135 Expires November 30, 2000

| Do not use this | OTICES AND REPORTS form for proposals to drill Use Form 3160-3 (APD) f | NX1SF078106 8. If Indian, Allow | tee or tribe Name | | |
|------------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--|
| SUBMIT IN TRIPLIC | | | | Agreement, Name and/or No. | |
| 1. Type of Well Oil Well | Gas Well Other | | 8. Well Name and No. GALLEGOS CANYON UNIT #278 | | |
| 2. Name of Operator BP AMERICA PRODUCT | ION COMPANY | 9. API Well No. 3004523652 | | | |
| 3a. Address 200 Energy Way Farmington, NM 87402 3b. Phone No. (include area code) 918-925-7069 | | | PINON FRUIT | 10. Field and Pool, or Exploratory Area PINON FRUITLAND SAND, N/KUTZ PC WEST | |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) SW/SE SEC 17 T28N R12W | | | 11. County or Pari SAN JUAN, NM | sh, State | |
| 12. CHE | CK APPROPRIATE BOX | (ES) TO INDICATE NATUR | E OR NOTICE, REPORT, OR | OTHER DATA | |
| TYPE OF SUBMISSION | | 1 | TYPE OF ACTION | | |
| Notice of Intent | Acidize Alter Casing | Deepen Fracture Treat | Production (Start/Resum Reclamation Recomplete | Water shut-Off Well Integrity Other | |
| Subsequent Report | Casing Repair Change Plans | New Construction Plug and Abandon | Water Disposal | | |
| Final Abandonment Notice | Convert to Injection | Plug Back | | | |
| If the proposal is to deepen direct Attach the Bond under which the following completion of the invo | ctionally or recomplete horiz e work will be performed or olved operations. If the oper Abandonment Notices shall be | ontally, give subsurface location r provide the Bond No. on file ation results in a multiple com | ons and measured and true vertical with BLM/BIA. Required subsipletion or recompletion in a new | work and approximate duration thereof. al depths of all pertinent markers and zones, sequent reports shall be filed within 30 days interval, a Form 3160-4 shall be filed once a completed, and the operator has determined | |
| production rate. Our fixed rate will | | FEB 2006 | method from subtraction method | od to a fixed percent due to an established | |
| 14. I hereby certify that the foregoi Name (Printed/typed) | • | 18683 | S. M. S. | | |
| Nichelle Moore | | Title P | roduction Analyst | | |

Date January 31, 2006

| HISTAUETUKTEDE | RAEURSPATEUTFICEUSE |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------|
| Approved by Matt Halbert | Title FETTE EN6 Date 2/16/06 |
| 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 BLM-FFO - |

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