

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 OMB No. 1004-0135

		O	MB No.	1004-01.
Expires N	lovember :	30.	2000	

If Indian, Allottee or tribe Name

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5	Lease	Serial	No

14	-20	-60	3.7	7 8 1
	-20	UU	J-1	

roim .	1100-3 (AI D) JU	r such pro _l	posuis		Navajo	Allottee	
SUBMIT IN TRIPLIC	CATE – Othe	er instru	ctions on revers	e side	7. Unit or CA/Agreemen		
1. Type of Well					8. Well Name and No.		
Oil Well X Gas Well	Other			1775	Navajo Allotted	Gas Com B 1A	
2. Name of Operator			1. N. 3.		9. API Well No.		
BP America Production Company	Attn: Cherry	Hlava		~~a \ - \ \ - \ \ \ \ \ \ \ \ \ \ \ \ \ \	30-045	-22795	
3a. Address		3b. Phone !	No. (include area code	્રાખ્	10. Field and Pool, or Exp	loratory Area	
P.O. Box 3092 Houston, TX 772	53		281-366-4081		Blanco Mesaverde/Otero Chacra		
4. Location of Well (Footage, Sec., T.,	R., M., or Survey L	Description)	1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1		11. County or Parish, State	e	
790' FSL & 1610' FEL Sec	36 T28N F	R09W			San Juan Cour	nty, New Mexico	
12. CHECK	APPROPRIATE E	BOX(ES) TO	INDICATÉ NATUR	e-or notice, i	REPORT, OR OTHER DATA		
TYPE OF SUBMISSION				TYPE OF ACT	TION		
X Notice of Intent	Acidize		Deepen	Produc	tion (Start/Resume)	☐ Water shut-Off	
Subsequent Report	Alter Casing	, 🗆	Fracture Treat	☐ Reclam	ation	☐ Well Integrity	
Final Abandonment Notice	Casing Repa	air 🔲	New Construction	Recomp	plete	Abandon	
	Change Plan	ns 🗆	Plug and Abandon	☐ Water I	Disposal		
	☐ Injection		Plug Back	X Other	Downhole C	Commingling	
Describe Proposed or Completed Operation deepen directionally or recomplete horizon	•		•	•	• • • • • • • • • • • • • • • • • • • •	• •	

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.

BP America Production Company requests permission to recomplete the subject well into the Otero Chacra

BP America Production Company requests permission to recomplete the subject well into the Otero Chacra Pool and commingle production Downhole with the existing Blanco Mesaverde as per the attached procedure. The Blanco Mesaverde (72319) & Otero Chacra (82329) Pools are Pre-Approved Pools for Downhole Commingling per NMOCD order R-11363. The working, royalty & overriding royalty interest owners in the proposed commingled pools are identical, therefore no additional notification is required. Production is proposed to be allocated based on the subtraction method using the projected future decline for production from the Mesaverde. That production shall serve as a base for production subtracted from the total production for the commingled well. The balance of the production will be attributed to the Chacra. Attached is the future production decline estimates for the Mesaverde. Commingling Production Downhole in the subject well from the proposed pools will not reduce the value of the total remaining production.

CONDITIONS OF APPROVAL SEE ATTACHED FOR Adhere to previously issued stipulations. 14. I hereby certify that the foregoing is true and correct 刀匠 σ Title Cherry Hlava Regulatory Analyst Name (Printed/typed) Signature Date 5/2/2006 THIS SPACE FOR FEDERAL OR STATE OFFICE USE 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.

SJ Basin PayAdd & DHC Procedure

Well Name:

Navajo Allotted GC B No. 1A

Date:

5-

April 26, 2006 30-045-22795

API:

T28N-R9W-Sec36

Location: County:

San Juan

State:

New Mexico

Horizon:

Chacra/Mesaverde

Objective: Perforate and frac Chacra, and downhole co-mingle Chacra and Mesaverde

- 1. TOH with completion.
- 2. Perforate and fracture Chacra.
- 3. Land tbg and return well to production.
- 4. Downhole co-mingle Chacra and Mesaverde.

Procedure:

- 1. Perform pre-rig site inspection. Check for: size of location, Gas Taps, other wells, other operators, running equipment, wetlands, wash (dikes req.), H2S, barriers needed for equipment, Landowner issues, location of pits (buried lines in pits), Raptor nesting, critical location, check anchors. Check ID wellhead, if earth pit is required have One Call made 48 hours prior to digging.
- 2. Perform second site visit after lines are marked to ensure all lines clear marked pit locations. Planning and Scheduling to ready location for rig.
- 3. RU slickline unit or wireline unit. Pressure test lubricator and equipment. RIH and set two barriers (CIBP, tbg collar stop w/plug, or plug set in nipple) for isolation in tubing string.
- 4. Check and record tubing, casing, and bradenhead pressures. Ensure production casing has double easing valves installed. Double valve all easing strings.
- 5. MIRU workover rig. LO/TO all necessary equipment including but not limited to: meter run, Automation, Separators and water lines.
- 6. Blow down well. Kill with 2% KCL water ONLY if necessary.
- 7. Check all casing strings to ensure no pressure exist on any annulus. The operations of removal of wellhead and installation of BOP's will be performed under a dispensation for one (1) barrier on the backside.

8. 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.

- 9. Install stripping rubber, pull tubing hanger up above pipe rams, and shut pipe rams. Remove stripping rubber. Strip tubing hanger out of hole. Re-install stripping rubber.
- 10. TOH w/ 2-3/8" production tubing currently set at 4,499'. Using approved "Under Balance Well Control Tripping Procedure".
- 11. TIH w/ scraper for 4-1/2". Check the distance between the top of the blind rams and the length of the bottom hole assembly that is being run. If the BHA is too long then the well has to be top killed and monitored prior to opening bind rams. RIH to PBTD at 4,584'. POOH.
- 12. Tubing set CIBP at 3,650'. Fill casing w/ 2%KCl from the bottom up and test to 2,500 psi w/ rig pumps.
- 13. RU E-line equipment. Pressure test lubricator and equipment. Log well w/ CBL from 3,650' to TOL. If TOC is below XXXX', contact engineer to discuss need for remedial cement squeeze.
- 14. Replace Wellhead (if needed)
- 15. Prepare for explosive operations. Follow Schlumberger Explosive SOP including radio silence, suspension of welding operations, and isolation of electrical devices from the work area. Perform Pre-job Safety Meeting to review JSA and procedures. Meeting should address the VDR (vehicle data recorder) System that Bp people have installed on their vehicles. They must be shut off at the 300 foot sign by hitting 00 and then the enter button, and then wait for about 5 minutes for the unit to turn off. When the green light goes out, call the control center at 326-9475. This number is on a pickup list in the Optimizer room and should be your first point of contact followed by the front desk then the weekend pager. Verify the unit is not transmitting. You then can drive to location and park, but do not to exceed 10 Miles/hr. Note: 20 MPH will turn unit back on. If someone has On Star on their vehicle they cannot enter closer than 300 foot. On Star cannot be turned off. PLEASE take special caution. This is in conjunction with all cell phones, pagers, radios and any electronic devise that transmits a signal.
- 16. RIH with 3-1/8" casing guns w/lubricator. Perforate Chacra formation:

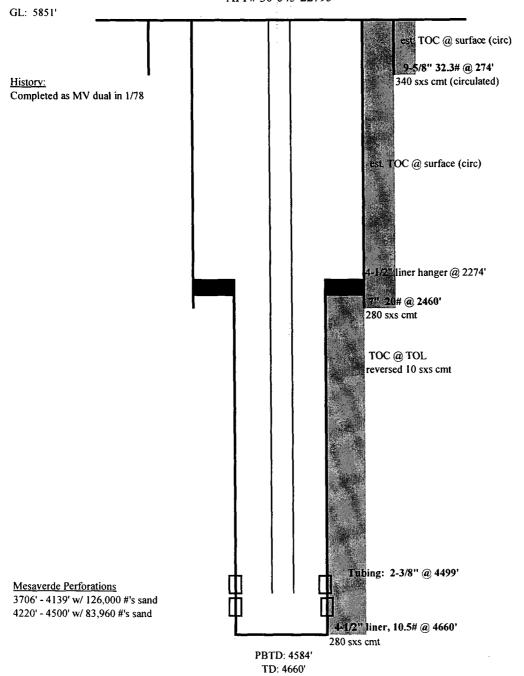
w/ 2 SPF:

17. NU Frac isolation equipment. Install and monitor production casing and treating pressure during entire job in frac van via pressure transducers on production casing and treating line. Spearhead 500 gal 15% HCL, establish injection rate, and proceed with fracture stimulation according to Schlumberger schedule. Maintain surface pressures less than 3,000 psi during frac job. Flush frac with foam. Fill out GWSI scorecard.

- 18. Flowback frac immediately. Flow well through choke manifold on 1/4", 1/2" and 3/4" chokes increasing drawdown until well dies or stabilizes. This is to aid in reducing sand flowback. Recommend 8 hours of flow for each choke size.
- 19. Rig up air package/unit, pressure test all lines (Testing procedure to be supplied from air company), TIH with tubing and bit for 4-1/2" casing. Cleanout fill to top of BP set at 3,650'. Perform well test on Chacra and document well test in DIMS.
- 20. Cleanout fill and CIBP set at 3,650°. Cleanout to PBTD at 4,584°. Blow well dry.
- 21. Rabbit tubing and RIH with 2-3/8" production tubing (with muleshoe, F-nipple with plug, 4 ft pup, X-nipple with plug).
- 22. Land 2-3/8" production tubing at +/-4,420'. Lock down hanger.
- 23. Pressure test tubing to 500 psi with air unit, make sure tubing spool valves are open. Care should be taken during pressure testing of the tubing due to potential problem caused if tubing parts close to surface or above the hanger. Check all casing string for pressure. The operations of removal of wellhead and installation of BOP's will be performed under a dispensation for one (1) barrier on the backside.
- 24. ND BOP's. NU Wellhead. During Master valve placement ensure the top of hanger has spacer nipple in place to bottom of bonnet flange so plunger equipment will not hang up through tree. Pressure test Wellhead.
- 25. RU WL unit. Run gauge ring for 2-3/8" tubing. Pull plugs and set tubing stop for plunger. Communicate plunger equipment status to IC room personnel.
- 26. RD slickline unit.
- 27. Test well for air. Return well to production and downhole co-mingle Chacra and Mesaverde.

Navajo Allotted GC B 1 A

Sec 36, T28N, R9W API # 30-045-22795



updated: 4/26/06 JG

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

Form C-102 Revised August 15, 2000

OIL CONSERVATION DIVISION

2040 South Pacheco Santa Fe, NM 87505 Submit to Appropriate District Office

State Lease - 4 Copies Fee Lease - 3 Copies

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-045-22795	Pool Code 3 Pool Name 82329 Otero Chacra				
⁴ Property Code 000917		⁵ Property Name NAVAJO ALLOTTED GC B	⁶ Well Number		
⁷ OGRID No. 000778	⁸ Operator Name BP America Production Company		⁹ Elevation 5851'		

¹⁰ Surface Location

UL or lot no.	Section	Townshi	p Range	Lot Idn	Feet from	North/South	Feet from	East/West	County
0	36	28N	09W		790	SOUTH	1610	EAST	San Juan
			n Botton	n Hole L	ocation If D	ifferent Fron	1 Surface		
UL or lot no.	Section	Townshi	p Range	Lot Idn	Feet from	North/South	Feet	East/West	County
				<u> </u>		<u> </u>			· · · · · · · · · · · · · · · · · · ·
12 Dedicated Ac 160	res 13 Jo	int or Infill	14 Consolidation	Code			¹⁵ Order No.		

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

					17 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
					File 4/28/2006
	Wilder Tiller (Free)	(Felikasyay)	od vitana distributioni in ilinosombili di		Date 18 SURVEYOR CERTIFICATION 1 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
		5			Date of Survey Signature and Seal of Professional Surveyor:
	790'		1610'		
				_	Certificate Number 3950