

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0135

Expires November 30, 2000

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.

2006 AUG 31 PM 2 39

SUBMIT IN TRIPLICATE - Other instructions on reverse side

5. Lease Serial No.
SF - 078040

6. If Indian, Allottee or tribe Name

7. Unit or CA/Agreement, Name and/or No.

8. Well Name and No.
Childers 1M

9. API Well No.
30-045-31374

10. Field and Pool, or Exploratory Area
Basin Dakota & Blanco Mesaverde

11. County or Parish, State
San Juan County, New Mexico

1. Type of Well
☐ Oil Well ☒ Gas Well ☐ Other

2. Name of Operator
BP America Production Company Attn: Cherry Hlava

3a. Address
P.O. Box 3092 Houston, TX 77253

3b. Phone No. (include area code)
281-366-4081

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

750' FNL & 2225' FEL Sec 01 T31N R11W

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OR NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input type="checkbox"/> Abandon
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Water Disposal	
	<input type="checkbox"/> Injection	<input type="checkbox"/> Plug Back	<input checked="" type="checkbox"/> Other	Drill out CIBP & DHC

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 recompleat 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 recompleat 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.

On 02/26/2003, BP filed APD for permit to drill and complete the subject well into the Basin Dakota and Blanco Mesaverde Pools and commingle production downhole. The well was drilled and completed into both zones, however, in order to produce the Dakota a density exception was required. On 6/27/03 Dakota formation was T&A'd with a CIBP set @ 5400' (no cement) pending density exception approval. Density exception was granted on 09/24/2003. The Dakota, however, has remained isolated - the Mesaverde has continued to produce. 5/1/06 drilled out the CIBP & commenced downhole commingling 5/2/06. BP altered the production allocation method on 4/6/05 from a fixed percentage to a subtraction method and was approved 4/22/05. (Previously approved 4/8/03 DHC 1169AZ)

5/1/06 TIH TAG FILL @5310. CLEAN OUT FILL TO CIBP @5400'. MILL UP CIBP; PUSH CIBP TO 7410'. 5/4/06 TIH & LAND 2 3/8" TBG @ 7361'. RIG DN; PRES TEST TBG TO 500 PSI. OK.

14. I hereby certify that the foregoing is true and correct

Name (Printed/typed) **Cherry Hlava**

Title **Regulatory Analyst**

Signature *Cherry Hlava* 8-30-06

Date **5/10/2006**

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

Date

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

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 within its jurisdiction.

NMOC