Submit 3 Copies To Appropriate District State of New Mexico Form C-103 Office May 27, 2004 Energy, Minerals and Natural Resources District I WELL API NO. 1625 N. French Dr., Hobbs, NM 88240 District II 30-045-33612 OIL CONSERVATION DIVISION 1301 W. Grand Ave., Artesia, NM 88210 5. Indicate Type of Lease 1220 South St. Francis Dr. District III STATE 1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe, NM 87505 6. State Oil & Gas Lease No. District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 SUNDRY NOTICES AND REPORTS ON WELLS 7. Lease Name or Unit Agreement Name (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A Elliott A LS DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH APD FILED WITH BLM SF-078120 PROPOSALS.) 8. Well Number Gas Well Other 1. Type of Well: Oil Well 1 M 2. Name of Operator 9. OGRID Number **BP AMERICA PRODUCTION COMPANY** 000778 3. Address of Operator 10. Pool name or Wildcat P.O. BOX 3092 HOUSTON, TX 77079-2064 Basin Dakota & Blanco Mesaverde 4. Well Location Unit Letter feet from the South line and 1200 feet from the West Range NMPM SAN JUAN Section 19 Township 31N 11W County 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 6007' GR Pit or Below-grade Tank Application 🛛 or Closure 🗌 DIST. 3 Depth to Groundwater __ Distance from nearest fresh water well __ Distance from nearest surface water_ Pit Liner Thickness: mil Below-Grade Tank: Volume bbls; Construction Material 12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PERFORM REMEDIAL WORK □ PLUG AND ABANDON □ REMEDIAL WORK ALTERING CASING □ **TEMPORARILY ABANDON CHANGE PLANS** COMMENCE DRILLING OPNS.□ P AND A **PULL OR ALTER CASING** MULTIPLE COMPL **CASING/CEMENT JOB** OTHER: OTHER: DOWNHOLE COMMINGLE 13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion. On 02/16/06 BP America Production Company submitted an application for permit to drill and complete the subject well into the Basin Dakota; produce the well in order to establish a production rate, isolate the zone, then add the Blanco Mesaverde and commingle production Downhole. APD was approved 3/16/06 and APD extended approved to 2/23/07. BLM was notified on APD of intent to DHC. BP now seeks NMOCD approval to Downhole Commingle production in the subject well as per procedure on reverse side of this Form. The Basin Dakota (71599) & the Blanco Mesaverde (72319) Pools are Pre-Approved for Downhole Commingling per NMOCD Order R - 11363. The working & overriding interest owners are different in the proposed commingled pools; therefore notification of this application is submitted by copy of this application to all interest owners via certified mail (return receipt) on March 12, 2007. Production is proposed to be based on a fixed percentage. We will complete in the Basin Dakota Pool, isolate the Dakota; complete into the Blanco Mesaverde, establish a production rate; drill out the bridge plug and commingle production downhole. The deliverability test will be performed on the combined zones and MV rate will be subtracted from the total well stream to establish the DK rate. Commingling Production Downhole in the subject well from the proposed pools will not reduce the value of the total remaining production I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or belowgrade tank has been/rill be constructed or closed according to NMOCD guidelines X, a general permit or an (attached) alternative OCD-approved plan ... **SIGNATURE** Regulatory Analyst TITLE DATE 03/08/07 Type or print name E-mail address: toya.colvin@bp.com Telephone No. 281-366-7148 For State Use Only DEPUTY OIL & GAS INSPECTOR, DIST. & DATE APPROVED BY:

Conditions of Approval (if any):

- 1. Run TDT/CBL
- 2. Perforate DK
- 3. Frac the DK (Slick Water)
- 4. RU SU. Clean out DK frac, perform flow test, collect DK gas sample, and obtain 12-hour BHPBU
- 5. Set bridge plug to isolate MV from DK formation
- 6. Perforate and frac (2- Stage N2 Foam) the MV Formation
- 7. Clean out MV frac, perform flow test for production allocation and collect MV gas sample
- 8. Drill out isolation plug, commingle MV/DK and clean out wellbore to PBTD.
- 9. Run completion string. RDSU
- 10. Put well on Line

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