

Submit 3 Copies To Appropriate District Office
District I
1625 N French Dr., Hobbs, NM 88240
District II
1301 W Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
June 19, 2008

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

WELL API NO. 30-045-26706
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Gallegos Canyon Unit
8. Well Number 265E
9. OGRID Number 778
10. Pool name or Wildcat Basin Mancos

SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)	
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other <input type="checkbox"/>	
2. Name of Operator BP America Production Company	
3. Address of Operator P.O. Box 3092 Houston, Tx 77253-3092	
4. Well Location Unit Letter <u>K</u> : <u>1650</u> feet from the <u>South</u> line and <u>1800</u> feet from the <u>West</u> line Section <u>25</u> Township <u>28N</u> Range <u>12W</u> NMPM County	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 5896' GR	

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐
DOWNHOLE COMMINGLE ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☐
CASING/CEMENT JOB ☐

OTHER: Downhole Commingling ☒

OTHER: ☐

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.

BP America Production Company requests permission to complete into the Basin Mancos, and downhole commingle production with the existing Basin Dakota.

The Basin Dakota (71599) & the Basin Mancos (97232) pools are Pre-Approved for Down hole Commingling per NMOCD **ORDER NO. R-11567 effective 04/26/2001**. Although the interest owners are not identical between these two pools, this same order established approval for subsequent applications for down hole commingling of production in wellbores within the Gallegos Canyon Unit without notice to the unit interest owners, therefore, no additional notification is required prior to down hole commingling approval. Production is proposed to be allocated based on a fixed percentage rate. It is our intent to set a bridge plug over the Basin Dakota & complete into the ~~Mancos~~ Mancos. We will run a 90-day test (or longer) to establish a stabilized rate of production for the ~~Mancos~~ Mancos. We will then drill out the CIBP, run a combined flow test of both zones and subtract the established rate for the Gallup to determine the rate for the Dakota.

RCVD AUG 13 '08
OIL CONS. DIV.
DIST. 3

Notification was sent to the BLM per form 3160-5

Commingling Production Downhole in the subject well from the proposed pools will not reduce the value of the total remaining production.

Spud Date:

Rig Release Date:

04C 2925 AZ

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Cherry Hlava TITLE Regulatory Analyst DATE 8/12/08

Type or print name Cherry Hlava E-mail address: hlava.cl@BP.Com PHONE: 281-366-4081
For State Use Only

APPROVED BY: [Signature] TITLE Deputy Oil & Gas Inspector, District #3 DATE AUG 15 2008
Conditions of Approval (if any): N

District I

1625 N French Dr, Hobbs, NM 88240
Phone (505) 393-6161 Fax (505) 393-0720

District II

1301 W Grand Ave, Artesia, NM 88210
Phone (505) 748-1283 Fax (505) 748-9720

District III

1000 Rio Brazos Rd, Aztec, NM 87410
Phone (505) 334-6178 Fax (505) 334-6170

District IV

1220 S St Francis Dr, Santa Fe, NM 87505
Phone (505) 476-3470 Fax (505) 476-3462

State of New Mexico
Energy, Minerals and Natural Resources

Oil Conservation Division**1220 S. St Francis Dr.****Santa Fe, NM 87505**Form C-102
Permit 61102**RCVD AUG 13 '08**
OIL CONS. DIV.**DIST. 3****WELL LOCATION AND ACREAGE DEDICATION PLAT**

1. API Number 30-045-26706	2. Pool Code 97232	3. Pool Name BASIN Mancos
4. Property Code 570	5. Property Name GALLEGOS CANYON UNIT	6. Well No 265E
7. OGRID No 778	8. Operator Name BP AMERICA PRODUCTION COMPANY	9. Elevation 5896

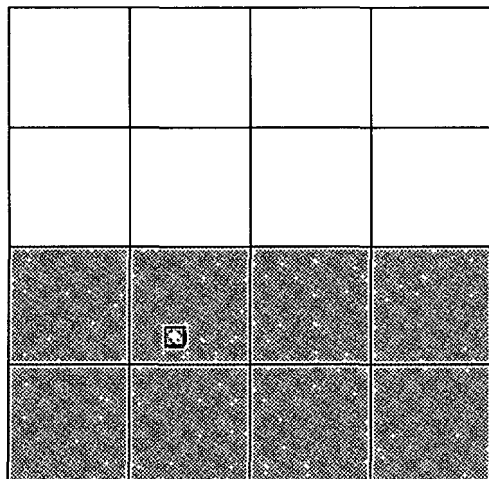
10. Surface Location

UL - Lot K	Section 25	Township 28N	Range 12W	Lot Idn	Feet From 1650	N/S Line S	Feet From 1800	E/W Line W	County SAN JUAN
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11. Bottom Hole Location If Different From Surface

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
12. Dedicated Acres 320.00		13. Joint 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

**OPERATOR CERTIFICATION**

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location(s) or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

E-Signed By: *Cherry Hlana*
Title: *Regulatory Analyst*
Date: *8-12-08*

SURVEYOR CERTIFICATION

I 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.

Surveyed By: **Fred Kerr**
Date of Survey: **1/9/1985**
Certificate Number: **3050**