

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.

SUBMIT IN TRIPLICATE - Other instructions on reverse side.

1. Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other		7. If Unit or CA/Agreement, Name and/or No.
2. Name of Operator BP AMERICA PRODUCTION CO		8. Well Name and No. HUGHES LS 7
Contact: MARY CORLEY E-Mail: corleyml@bp.com		9. API Well No. 30-045-24032-00-S2
3a. Address P. O. BOX 3092 HOUSTON, TX 77253	3b. Phone No. (include area code) Ph: 281.366.4491 Fx: 281.366.0700	10. Field and Pool, or Exploratory BASIN DAKOTA
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 19 T29N R8W SESE 0875FSL 0945FEL 36.70601 N Lat, 107.71079 W Lon		11. County or Parish, and State SAN JUAN COUNTY, NM

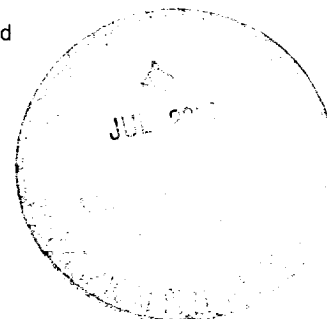
12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" 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 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 checked="" type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

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.)

Please reference telephone conversation on May 17, 2002, between representatives of BP America and Steve Mason, BLM and Charlie Perrin, NMOCD, regarding bringing various inactive wells into compliance.

The subject well which was non-producing in the Dakota was recompleat into the Blanco Mesaverde formation on 11/16/2000. The recompleat, however, did not establish production in the Mesaverde and therefore, remained shutin. Verbal permission was granted to temporarily abandon the well (i.e. pressure test for casing integrity) in order to bring well into compliance and hold for possible production stimulation in the current zone or recompleat uphole. If the casing integrity test fails we will proceed immediately to either repair casing or file a request to plug and abandon the wellbore. After final review, if no future potential exists in the wellbore we will proceed to file for permission plug and abandon.



14. I hereby certify that the foregoing is true and correct. Electronic Submission #11948 verified by the BLM Well Information System For BP AMERICA PRODUCTION CO, sent to the Farmington Committed to AFMSS for processing by Steve Mason on 06/27/2002 (02SXM0314SE)	
Name (Printed/Typed) MARY CORLEY	Title AUTHORIZED REPRESENTATIVE
Signature (Electronic Submission)	Date 06/11/2002

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By <u>STEPHEN MASON</u>	Title <u>PETROLEUM ENGINEER</u>	Date <u>06/27/2002</u>
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 <u>Farmington</u>

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.

**** REVISED ** REVISED ** REVISED ** REVISED ** REVISED ** REVISED ** REVISED ** REVISED ****

NMOCD

Additional data for EC transaction #11948 that would not fit on the form

32. Additional remarks, continued

Attempt to test casing integrity is as follows:

06-06-2002 MIRU workover rig. TOH w/prod. TBG. RIH & set CIBP @ 4635'. Pressure test CSG to 500 psi. Casing failed the pressure test. Located CSG leak from 291'- 322'.

Notified Steve Mason on 06/11/2002 of intent to repair CSG leak. Verbal permission was granted to proceed as follows:

- SQZ CSG leak with 150 sacks cement & circulate to surface
- Drill out CMT & pressure test CSG to 500 psi
- Leave wellbore in T&A'd status

Attached is copy of wellbore sketch.