District III 1000 Rio Brazos Rd., Aztec, NIM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

State of New Mexico

Form C-101 Permit 34126

Energy, Minerals and Natural Resources

Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

BP AMERICA PR	r Name and Address ODUCTION COMPANY	2. OGRID Number 778
45/3970	BOX 22048 A , OK 74121	3. API Number 30-045-33845
4. Property Code	5. Property Name	6. Well No.
320	BLANCO COM 1	001N

7. Surface Location

UL - L	ot Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
J	2	30N	11W	J	1650	S	1810	E	SAN JUAN

8. Pool Information

BASIN DAKOTA (PRORATED GAS)	71599
BLANCO-MESAVERDE (PRORATED GAS)	72319

Additional Well Information

9. Work Type New Well	10. Well Type GAS	11. Cable/Rotary	12. Lease Type Private	13. Ground Level Elevation 5829
14. Mühtiple Y	15. Proposed Depth 7046	16. Formation Dakota Formation	17. Contractor	18. Spud Date 10/15/2006
Depth to Ground v 100	water	Distance from nearest fresh water we 500	en en	Distance to nearest surface water > 1000
Pit: Liner: Synthetic X Closed Loop System			orilling Method: Fresh Water ⊠ Brine □ 1	Diesel/Oil-based Gas/Air

19. Proposed Casing and Cement Program

Туре	Hole Size	Casing Type	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	13.5	9.625	32	200	154	0
Int1	8.75	7	20	2711	273	0
Prod	6.25	4.5	11.6	7046	339	2561

Casing/Cement Program: Additional Comments

Proposed Blowout Prevention Program

Туре	Working Pressure	Test Pressure	Manufacturer
Annular	2000	1500	

I hereby certify that the information given above is true and complete to the be- of my knowledge and belief. I further certify that the drilling pit will be constructed according to	OIL CONSERVATION DIVISION			
NMOCD guidelines \Box , a general permit X , or an (attached) alternative OCD-approved plan \Box .	Approved By: Charlie Perrin			
Printed Name: Electronically filed by Chery Hlava	Title: District Supervisor			
Title: Regulatory Analyst	Approved Date: 7/18/2006 Expiration Date: 7/18/2007			
Email Address: hlavacl@bp.com				
Date: 7/14/2006 Phone: 281-366-4081	Conditions of Approval Attached			

District I

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

<u>District II</u>

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

Form C-102 Permit 34126

Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr.

Santa Fe, NM 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

10707					
1. API Number 2. Pool Code 3. Pool Name					
30-045-33845	71599	BASIN DAKOTA (PRORATED GAS)			
4. Property Code	5. Propert	y Name	6. Well No.		
320	BLANCO	COM 1	001N		
7. OGRID No.	8. Operato	r Name	9. Elevation		
778	BP AMERICA PRODU	JCTION COMPANY	5829		

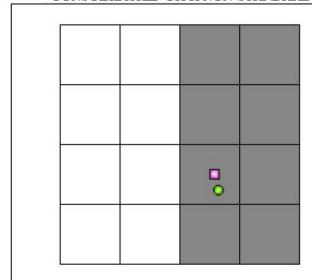
10. Surface Location

ò	UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
	J	2	30N	11W		1650	S	1810	E	SAN JUAN

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
J	2	30N	11W	J	2000	S	1900	E	SAN JUAN
10751175	12. Dedicated Acres 320.18		Joint or Infill		4. Consolidation Communitizati	06/000		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: Chery Hlava Title: Regulatory Analyst Date: 7/14/2006

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: Gary Vann Date of Survey: 2/3/2006 Certificate Number: 7016 District I

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

District II

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Form C-102 Permit 34126

Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr.

Santa Fe, NM 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number	2. Pool Code	3.1	Pool Name	
30-045-33845	72319	BLANCO-MESAVI	'ERDE (PRORATED GAS)	
4. Property Code	5. Prope	aty Name	6. Well No.	
320	BLANC	OCOM 1	001N	
7. OGRID No.	8. Opera	dor Name	9. Elevation	
778	BP AMERICA PROD	UCTION COMPANY	5829	

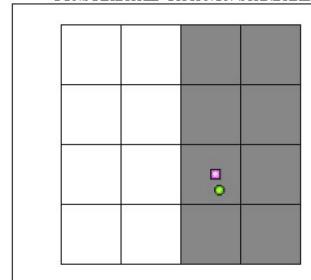
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Surveyed By: Gary Vann Date of Survey: 2/3/2006 Certificate Number: 7016

Permit Conditions of Approval Operator: BP AMERICA PRODUCTION COMPANY, 778 Well: BLANCO COM 1 #001N

API: 30-045-33845

OCD Reviewer	Condition				
SHAYDEN	Will require a directional survey with the C-104				