

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD-ARIZONA

AUG - 4 2009

FORM APPROVED
OMB NO. 1004-0137
Expires March 31, 2007

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		5. Lease Serial No. NMLC068722
2. Name of Operator BP America Production Company		6. If Indian, Allottee or Tribe Name
3a. Address P.O. Box 1089 Eunice NM 88231	3b. Phone No. (include area code) 575-394-1648	7. If Unit or CA/Agreement, Name and/or No. NMNM120425
4. Location of Well (Footage, Sec., T, R., M., or Survey Description) UL E, 1650 FNL & 990 FWL SECTION 10, T17S, R29E		8. Well Name and No. SALAMANDER 10 1 FEDERAL COM
		9. API Well No. 30-015-35770
		10. Field and Pool, or Exploratory Area GRAYBURG MORROW
		11. County or Parish, State EDDY 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 type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input checked="" 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 final site is ready for final inspection.)

60/5/18
AB

MIRU PU. Check csg/wellhead for pressures-bleed off into containment. Kill tbq. RU Cameron lubricator on tree. Test lubricator to 1000 psi. Set two-way check in tbq hanger. Test two-way check to 1000 psi. RD lubricator. Monitor well & assure stable. ND tree. NU BOP. Test BOP to 1,000 psi. RU Cameron lubricator. Remove two-way check from tbq hanger. RD lubricator. Remove tbq hanger. Release packer and TOH. TIH w/ CIBP on tbq & set at 10,520'. Load csg & test to 800 psi. Spot 25 sx Class H neat cement on top of CIBP (from 10,520' to 10,290'). PU to 10,200'. Load hole w/ mud-laden fluid (min of 9.0 ppg, 1250# salt gel/100 bbl water). TOH w/ setting tool. TIH w/ bull plug & perf nipple on tbq to 8600'. Spot 700' cement plug from 8600' to 7900' using 25 sx Class C neat (top of Canyon = 8473', stage tool = 8124', top of Cisco = 7994'). TOH to 7600'. Spot 250' cement plug from 7600' to 7350' using 25 sx Class C neat (top of Wolfcamp = 7500'). TOH to 4000'. Spot 250' cement plug from 4000' to 3750' using 25 sx Class C neat (top of Glorieta = 3885'). PU to 3500'. WOC 2 hours minimum. Tag plug. TOH to 3150'. Spot 250' cement plug from 3150' to 2900' using 25 sx Class C neat (8 5/8" intermediate csg shoe = 3015'). PU to 2500'. WOC 2 hours minimum. Tag plug. TOH to 1050'. Fill 5 1/2" csg from 1050' to surface (top of Yates = 931', salt = 350-650', surface csg shoe = 300') using 105 sx Class C neat (est). TOH LD tbq. ND BOP. Fill 5 1/2" csg w/ cement to within 3' of ground level, if necessary after LD tbq. RD PU. Dig out WH & cut-off casingheads to 3' below GL. Install regulation dry-hole marker, clean/prep location for final BLM inspection.

14. I hereby certify that the foregoing is true and correct
Name (Printed/Typed)

Barry C. Price

Title

Area Operations Team Lead

Date 7/13/09

APPROVED

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

JUL 30 2009

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

JAMES A. AMOS
SUPERVISOR EPS

[illegible]

[illegible]

BP America Production Company
LC065478B; Empire Abo Unit P 701
985' FSL & 2297' FEL, Sec. 9, T18S-R27E
Eddy County, New Mexico

RE: Plugging and Abandonment Requirements, Condition of Approval

1. CIBP @ 10520' w/25 sack Class "H" cement (Morrow). OK as is.
2. Spot 200' Class "H" cement plug from 10065'-9865' (Strawn).
3. Spot 180' Class "H" cement plug from 8214'-8034' (DVT).
4. Spot 170' Class "H" cement plug from 7335'-7165' (Wolfcamp).
5. Spot 160' Class "C" cement plug from 6226'-6066' (Abo).
6. The Surface casing shoe and surface plug are OK as is.

If you have any questions, please contact James A. Amos @ 575-234-5909.

See attached standard COAs.
See attached Reclamation Procedures

7/31/09

**BUREAU OF LAND MANAGEMENT
Carlsbad Field Office
620 East Greene Street
Carlsbad, New Mexico 88220
575-234-5972**

**Permanent Abandonment of Federal Wells
Conditions of Approval**

Failure to comply with the following Conditions of Approval may result in a Notice of Incidents of Noncompliance (INC) in accordance with 43 CFR 3163.1.

1. Plugging operations shall commence within ninety (90) days from the approval date of this Notice of Intent to Abandon.

If you are unable to plug the well by the 90th day provide this office, prior to the 90th day, with the reason for not meeting the deadline and a date when we can expect the well to be plugged. Failure to do so will result in enforcement action.

2. **Notification:** Contact the appropriate BLM office at least 24 hours prior to the commencing of any plugging operations. For wells in Chaves and Roosevelt County, call 575-627-0272; Eddy County, call 575-361-2822; Lea County, call 575-393-3612.

3. **Blowout Preventers:** A blowout preventer (BOP), as appropriate, shall be installed prior to commencing any plugging operation. The minimum BOP requirement is a 2M system for a well not deeper than 9,090 feet; a 3M system for a well not deeper than 13,636 feet; and a 5M system for a well not deeper than 22,727 feet.

4. **Mud Requirement:** Mud shall be placed between all plugs. Minimum consistency of plugging mud shall be obtained by mixing at the rate of 25 sacks (50 pounds each) of gel per 100 barrels of water. Minimum nine (9) pounds per gallon.

5. **Cement Requirement:** Sufficient cement shall be used to bring any required plug to the specified depth and length. Any given cement volumes on the proposed plugging procedure are merely estimates and are not final. Unless specific approval is received, no plug except the surface plug shall be less than 25 sacks of cement. In lieu of a cement plug in a cased hole, a bridge plug set within 50 feet to 100 feet above the perforations shall be capped with 25 sacks of cement. If a bailer is used to cap this plug, 35 feet of cement shall be sufficient.

Unless otherwise specified in the approved procedure, the cement plug shall consist of either Neat Class "C", for up to 7,500 feet of depth or Neat Class "H", for deeper than 7,500 feet plugs.

6. **Dry Hole Marker:** All casing shall be cut-off at the base of the cellar or 3 feet below final restored ground level (whichever is deeper). The well bore shall then be capped with a 4-inch pipe, 10-feet in length, 4 feet above ground and embedded in cement. The following information shall be permanently inscribed on the dry hole marker: well name and number, name of the operator, lease serial number, surveyed location (quarter-quarter section, section, township and range or other authorized survey designation acceptable to the authorized officer such as metes and bounds).

7. **Subsequent Plugging Reporting:** Within 30 days after plugging work is completed, file one original and five copies of the Subsequent Report of Abandonment, Form 3160-5 to BLM. The report should give in detail the manner in which the plugging work was carried out, the extent (by depths) of cement plugs placed, and the size and location (by depths) of casing left in the well. **Show date well was plugged.**

8. **Trash:** All trash, junk and other waste material shall be contained in trash cages or bins to prevent scattering and will be removed and deposited in an approved sanitary landfill. Burial on site is not permitted.

Following the submission and approval of the Subsequent Report of Abandonment, surface restoration conditions of approval will be developed and furnished to you.