

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD-ARTESIA

FORM APPROVED
OMB No 1004-0137
Expires July 31, 2010

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.

5. Lease Serial No.
SHL:NM0556859, 0556860, 29684, BHL:NM0554223

6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE – Other instructions on page 2.

1. Type of Well

☒ Oil Well ☐ Gas Well ☐ Other

2. Name of Operator
XTO Energy Inc.

3a. Address
200 N. Lorraine, Ste. 800, Midland, TX 79701

3b. Phone No. (include area code)
432-620-4323

4. Location of Well (Footage, Sec., T, R, M., or Survey Description)
SURFACE LOCATION 1650' FSL & 350' FEL Sec. 14, T23S, R29-E, UL 1
BOTTOMHOLE LOCATION 380' FSL & 340' FWL Sec. 14, T23S, R29E UL-M

7. If Unit of CA/Agreement, Name and/or No.

8. Well Name and No.
Nash Unit #58H

9. API Well No.
30-015-39304

10. Field and Pool or Exploratory Area
Nash Draw, Brushy Canyon

11. Country or Parish, State
Eddy County, New Mexico

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

TYPE OF SUBMISSION	TYPE OF ACTION			
☒ Notice of Intent	☐ Acidize	☐ Deepen	☐ Production (Start/Resume)	☐ Water Shut-Off
☐ Subsequent Report	☐ Alter Casing	☐ Fracture Treat	☐ Reclamation	☐ Well Integrity
☐ Final Abandonment Notice	☐ Casing Repair	☐ New Construction	☐ Recomplete	☒ Other Variance to
	☐ Change Plans	☐ Plug and Abandon	☐ Temporarily Abandon	flowline from choke
	☐ Convert to Injection	☐ Plug Back	☐ Water Disposal	manifold

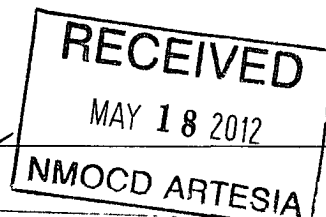
13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths 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 must 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 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.)

On May 2, 2012, BLM Field Engineering Tech, Richard, inspected the BOP / Choke Manifold at the XTO - Nash Unit #58H, Pioneer Rig #33 and informed XTO consultant, Tony Freeman, that all connections for piping leaving the Choke Manifold (the panic line and two chokes) must be flanged.

After reviewing BLM BOP requirements (did not find requirement for flange connections downstream), and discussing this with Wesley Ingram, XTO is requesting a variance to this inspection. As the manifold exists, the initial connection downstream of the manifold is flanged and the remaining connections are hammer unions. The piping is directed to a burn pit about 125' from the manifold. Pressure rating on the downstream pipe is 2000 psi. This year we have drilled four (4) wells with this configuration and several wells in previous years.

Accepted per Operator clarification to be downstream of choke manifold and on line to burn pit.

Accepted for record
NMOCD



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

Title Senior Drilling Engineer

Signature

Chip Amrock

Date

5/4/12

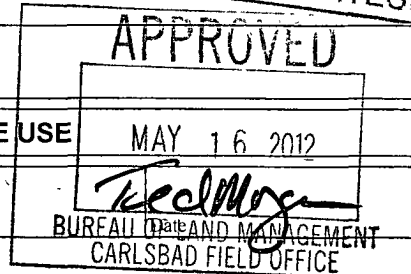
THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

Office

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.



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.

(Instructions on page 2)