Form 3160-5 (August 2007)

## UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED	
OMB NO. 1004-0135	
Expires: July 31, 2010	j

5. Lease Serial No. **SUNDRY NOTICES AND REPORTS ON WELLS** NMNM0556857 Do not use this form for proposals to drill or to re-enter an 6. If Indian, Allottee or Tribe Name abandoned well. Use form 3160-3 (APD) for such proposals. 7. If Unit or CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on reverse side. 1. Type of Well 8. Well Name and No. NASH 42 TB SEE BELOW 🛛 Oil Well 🔲 Gas Well 🔲 Other Name of Operator 9. API Well No. Contact: PATTY R URIAS XTO ENERGY INC. E-Mail: patty\_urias@xtoenergy.com 3a. Address 3b. Phone No. (include area code) 10. Field and Pool, or Exploratory 500 W. ILLINOIS SUITE 100 Ph: 432-620-4318 CHERRY CANYON NASH DRAW MIDLAND, TX 79701 Fx: 432-618-3530 11. County or Parish, and State 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 13 T23S R29E Mer NMP 1980FNL 660FEL EDDY COUNTY, NM 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION □ Acidize □ Deepen □ Production (Start/Resume) ■ Water Shut-Off ■ Notice of Intent ☐ Alter Casing ☐ Fracture Treat ☐ Reclamation ■ Well Integrity Subsequent Report Casing Repair ■ New Construction Other □ Recomplete Venting and/or Flari Change Plans □ Plug and Abandon ☐ Final Abandonment Notice □ Temporarily Abandon □ Convert to Injection , 

Plug Back ■ 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 recomplete 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 recompletion 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.) CORRECTION TO SUNDRY DATED 12/5/14 - TRANSACTION 284211 **NASH 42 BATTERY** NM OIL CONSERVATION ASSOCIATED WELLS: NASH UNIT #001 30-015-21277 ARTESIA DISTRICT REJECTED. Request to flare must be NASH UNIT #005 30-015-21800 NASH UNIT #006 30-015-21803 submitted on an NOI. Actual volumes must APR 2 0 2016 NASH UNIT #010 30-015-26992 submitted on separate subsequent report. NASH UNIT #011 30-015-27520 NASH UNIT #012 30-015-27602 Accepted for record NMOCD4/26/16 NASH UNIT #013 30-015-27316 RECEIVED NASH UNIT #014 30-015-27510 14. I hereby certify that the foregoing is true and correct. Electronic Submission #335562 verified by the BLM Well Information System
For XTO ENERGY INC, sent to the Carlsbad
Committed to AFMSS for processing by PRISCILLA PEREZ on 04/11/2016 () Name (Printed/Typed) PATTY R URIAS Title REGULATORY ANALYST (Electronic Submission) Date Signature · 04/05/2016 THIS SPACE FOR FEDERAL OR STATE OFFICE USE Date Approved By Title Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable fittle to those rights in the subject lease which would entitle the applicant to conduct operations thereon. Office Title 18 U.S.C. Section 1601 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.

## Additional data for EC transaction #335562 that would not fit on the form

## 32. Additional remarks, continued

NASH UNIT #015 30-015-28049
NASH UNIT #019 30-015-27590
NASH UNIT #020 30-015-27877
NASH UNIT #023 30-015-28272
NASH UNIT #024 30-015-28271
NASH UNIT #024 30-015-28271
NASH UNIT #025 30-015-28818
NASH UNIT #033H 30-015-32476
NASH UNIT #034H 30-015-33991
NASH UNIT #036H 30-015-30176
NASH UNIT #038 30-015-29737
NASH UNIT #039H 30-015-36951
NASH UNIT #040H 30-015-37166
NASH UNIT #041H 30-015-37166
NASH UNIT #042H 30-015-37194
NASH UNIT #044H 30-015-37194
NASH UNIT #044H 30-015-38663
NASH UNIT #045H 30-015-38663
NASH UNIT #059H 30-015-38991
NASH UNIT #056H 30-015-38992
NASH UNIT #056H 30-015-38992
NASH UNIT #056H 30-015-38992
NASH UNIT #056H 30-015-389930
NASH UNIT #057H 30-015-389930
NASH UNIT #058H 30-015-39303

The unexpected malfunction of a equipment maintained by 3RD PARTY GAS PURCHASER has caused emergency flaring from the NASH 42 TB of approximately 1500 mcf/day. The volumes flared as a result of this equipment malfunction and force majeure event constitute "unavoidably lost" production under NTL 4A Section II.C.(2) ("Unavoidably lost" production shall mean "(2) that oil or gas which is lost because of line failures, equipment malfunctions, blowouts, fires, or otherwise")and NTL 4A Section III.A. ("Lessees or operators are hereby authorized to vent or flare gas on a short term basis without incurring a royalty obligation in the following circumstances. During temporary emergency situations, such as compressor or other equipment failures"). Therefore, the flared volumes are not royalty bearing under NTL 4A.

GAS PURCHASER CONTINUES TO HAVE AN ISSUE WITH THEIR COMPRESSOR, CAUSING XTO TO FLARE INTERMITTENTLY. XTO CAN FLARE UP TO 1500 MCFD. PLEASE ACCEPT THIS AS NOTICE FOR NOVEMBER 2014. FLARING STARTED ON 11/1/14

\*\*\*CORRECTED VOLUMES TO SHOW TOTAL FLARED OF 112 HOURS AND 7011 MCF