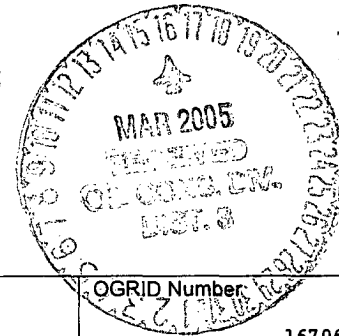


District I - (505) 393-6161
1625 N. French Dr, Hobbs, NM 88240
District II - (505) 748-1283
1301 W. Grand Avenue, Artesia, NM 88210
District III - (505) 334-6178
1000 Rio Brazos Road, Aztec, NM 87410
District IV - (505) 476-3440
1220 So. St. Francis Dr., Santa Fe, NM 87505

New Mexico
Energy Minerals and Natural Resources Department

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, New Mexico 87505
(505) 476-3440

APPLICATION FOR
WELL WORKOVER PROJECT



Form C-140
Revised June 10, 2003

SUBMIT ORIGINAL
PLUS 2 COPIES
TO APPROPRIATE
DISTRICT OFFICE

Operator and Well

Operator name & address XTO ENERGY INC. 2700 Farmington Ave, Suite K-1 Farmington, New Mexico 87401						OGRID Number 167067		
Contact Party MELISSA M OSBORNE, REGULATORY COMPLIANCE TECH						Phone (505) 566-7925		
Property Name KELLY LC				Well Number 10		API Number 30-045-30776		
UL I	Section 05	Township 30N	Range 12W	Feet From The 1600	North/South Line S	Feet From The 1145	East/West Line E	County SAN JUAN

Workover

Date Workover Commenced: 08/21/2004	Previous Producing Pool(s) (Prior to Workover): AZTEC PICTURED CLIFFS
Date Workover Completed: 08/21/2004	

- II. Attach a description of the Workover Procedures performed to increase production.
V. Attach a production decline curve or table showing at least twelve months of production prior to the workover and at least three months of production following the workover reflecting a positive production increase.
/. AFFIDAVIT:

State of New Mexico)
County of San Juan) ss.
Melissa M Osborne, being first duly sworn, upon oath states:
1. I am the Operator, or authorized representative of the Operator, of the above-referenced Well.
2. I have made, or caused to be made, a diligent search of the production records reasonably available for this Well.
3. To the best of my knowledge, this application and the data used to prepare the production curve and/or table for this Well are complete and accurate.

Signature Melissa M Osborne Title REGULATORY COMPLIANCE TECH Date 03/10/05
E-mail Address _____
SUBSCRIBED AND SWORN TO before me this 10th day of March, 20 05.

My Commission expires: 7/2/08
Notary Public
Brenda Waller

FOR OIL CONSERVATION DIVISION USE ONLY:

- VI. CERTIFICATION OF APPROVAL:
This Application is hereby approved and the above-referenced well is designated a Well Workover Project and the Division hereby verifies the data shows a positive production increase. By copy hereof, the Division notifies the Secretary of the Taxation and Revenue Department of this Approval and certifies that this Well Workover Project was completed on

Signature District Supervisor <u>Charles R. Kern</u>	OCD District <u>AZTEC III</u>	Date <u>03-16-2005</u>
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- VII. DATE OF NOTIFICATION TO THE SECRETARY OF THE TAXATION AND REVENUE DEPARTMENT:

XTO Energy Inc.
KELLY LC #10
UPGRADE COMPRESSOR

KELLY LC	Well # 010	PC
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8/21/04 SD. Disconn WH recip compr (Cat 3304, 2 stg CDP. MI. Built pad & set WH recip (Cat 3306, 3 stg). Conn to exist 3" S40 FB welded suct. Conn to exist 2" S40 FB welded disch ln. Conn to exist 2" S40 T&C dmp ln to pit tk. Conn to exist 2" S40 T&C byp w/mtr vlv. RWTP @ 6:00 p.m., 8/20/04.

Well: L C KELLY No.: 10
 Operator: XTO ENERGY, INC. API: 3004530776
 Township: 30.0N Range: 12W
 Section: 5 Unit: I
 Land Type: F County: San Juan

Year: 2003

Pool Name AZTEC PICTURED CLIFFS (GAS)

Month Oil(BBLS) Gas(MCF) Water(BBL Days Produced

January	0	5183	160	25
February	0	6534	240	27
March	0	7899	285	31
April	0	7747	765	30
May	0	6351	160	31
June	0	6653	0	30
July	0	4351	0	31
August	0	5502	0	30
September	0	7344	0	30
October	0	7174	90	28
November	0	5456	0	30
December	0	6892	160	31
Total	0	77086	1860	354

91896

12 MTHS PROD

AVG PROD

7658

Year: 2004

Pool Name AZTEC PICTURED CLIFFS (GAS)

Month Oil(BBLS) Gas(MCF) Water(BBL Days Produced

January	0	8027	160	31
February	0	7712	160	29
March	0	7900	105	31
April	0	8020	80	30
May	0	9177	160	31
June	0	9910	160	30
July	0	8782	225	25
August	0	12068	240	30
September	0	16476	140	30
October	0	16858	160	31
November	0	15830	80	30
December	0	15570	120	31
Total	0	136330	1790	359

49164

3 MTHS PROD

AVG PROD

16388

INCREASE/DECREASE

8730