

## **United States Department of the Interior**

## BUREAU OF LAND MANAGEMENT

Farmington District Office 6251 College Blvd, - Suite A Farmington, New Mexico 87402 www.blm.gov/nm



In Reply Refer To:

3105 (NMF0110)

APD-Arbor #2 CA-NMNM123827 & NMNM123828

> RCVD APR 17'14 OIL CONS. DIV. DIST. 3

April 14, 2014

XTO Energy 382 CR 3100 Aztec, NM 87410

Dear Sir or Madam:

Reference is made to your Application for Permit to Drill (APD) well, Arbor #2, API #30-045-35031, located 920' FSL & 908' FEL, Section 26, T. 25 N., R. 10 W., San Juan County, New Mexico. This APD has expired on February 22, 2014.

In view of the foregoing, this office has withdrawn this APD. In addition, we will require a letter confirming that no surface disturbing activities have been conducted at this well site. Please file the letter within 30 days of receipt of this notice.

Any surface disturbance conducted must be rehabilitated in accordance with the standards and guidelines established by this office. Please contact Mark Kelly, Environmental Protection Specialist at (505) 564-7710 or email at <a href="mailto:mkelly@blm.gov">mkelly@blm.gov</a> for information or inspections.

The subject well established the need to terminate two Communitization Agreements (CA) NMNM123827 and NMNM123828 which were approved on November 17, 2009. These CAs have been terminated, effective February 22, 2014, the date the APDs expired. The agreements communitized 160.00 acres on Federal Lease NMNM120923 (HBP-allocated, Irish #2, api 30-045-33743) and 160.00 acres on Lease N0-G-0503-1735 (this lease is HBP-actual, Arbor #22H, api 30-045-35029) in San Juan County, New Mexico as to natural gas and associated liquid hydrocarbons producible from the Dakota and Mancos formation. The terms of the agreements were for two years and so long thereafter as communitized substances are, or can be produced in paying quantities.

We recommend bonding remain in place until surface restoration has been completed and approved.

Under 43 CFR 3165.3, you may request an Administrative Review of any instructions, orders, or decisions issued by the Authorized Officer. Such a request, including all supporting documents, must be filed in writing within 20 business days of receipt of this notice and must be filed with the State Director, Bureau of Land Management, P.O. Box 27115, Santa Fe, New Mexico 87502-0115. Such a request will not result in a suspension of the instructions, orders, or decisions unless the reviewing official so determines. Procedures governing appeals from the instructions, orders, or decisions are contained in 43 CFR 3165.4 and 43 CFR 4.400 et. Seq.

If you have any questions, contact Virginia Barber at (505) 564-7754.

Sincerely,

Virginia Barbe, Land Law Examiner

Petroleum Management Team

cc: ONRR Denver, CO NMSO (93000) NM Tax & Rev. Dept. NMOCD FIMO

NOS: Cluloq APDP: WIA	•	$\bigcirc$	XTO	)
MP: 9/30/04			58	
SMA: <u>BIA-All</u> of CAPA: <u>CA</u>		•		
Form 3 PQD: AI/A	- 00		APPROVED	
(April 2000 ND: BIA UNITED STATES E	DEIVED OCH	OMB Expires	No. 1004-0137 March 31, 2007	
DEPARTMENT OF THE INTE	KIO <b>SY</b>	J. Lease Scrial No. NOG 050317		
BUREAU OF LAND MANAGEMENT 15 [ 1:5]  APPLICATION FOR PERMIT TO DRILL OR REENTER			6. If Indian, Allotee Tribe Name	
APPLICATION FOR PERMIT TO DRILL OR REENTER		1 29	NAVAJO ALLOTMENT	
la. Type of work:			Recement, Name and No NEAN A MNM - 1238	
Ib. Type of Well: Oil Well Gas Well Other	Single Zone Multip	8. Loase Name and RBOR #2	d Well No.	
2. Name of Operator  XTO Energy Inc.		API Well No.		
	hone No. (include area com)	30-045- 3 10. Field and Pool, of	5031	
502 CR 5100	505/333-3100	BASIN DK/		
4. Location of Well (Report location clearly and in accordance with any State	requirements.*)		Blk. and Survey or Area	
At surface 920' FSL x 908' FEL SESE ✓ At proposed prod. zone SAME	CEA 2 9 201	)9 (P) Sec 26, T	25N, R10W	
14. Distance in miles and direction from nearest town or post office*  24 miles SE of Bloomfield P.O.	Of a captain	12. County or Parish SAN JUAN	13. State	
15. Distance from proposed* location to nearest	No. of vicresin lease	17. Spacing Unit dedicated to thi	s well RCVD APR 17'14	
property or lease line, fl. (Also to nearest drig. unit line, if any)  908'	160	DK: S/2 320, MC: S/2		
18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft.  751'	Perfosed Depth 550'	20. BLM/BIA Bond No. on file BIA104312789	DIST. 3	
6685' Ground Elevation	Approximate date work will star 01/01/2010	2 Weeks		
This action is subject to technical and 24.	Attachments	DRILLING	OPERATIONS AUTHORIZED A TO COMPLIANCE WITH ATTA	ARE ACHED
procedural review pursuant to 43 CFT The following, confipleted in accordance, with the regimenants of Onshore Oil a	and Gas Order No.1, shall be at	tached to this form: SUBJECT "GENERAL	REQUIREMENTS".	
Well plat certified by a registered surveyor.     A Drilling Plan.		e operations unless covered by		
A Surface Use Plan (if the location is on Napara) Forest System Lands, SUPO shall be filed with the appropriate Forest Service Office).				
SUPO shall be filed with the appropriate Forest Service Office).	6. Such other site authorized offic	specific information and/or plans er.	as may be required by the	
25. Signature	Name (Printed/Typed)  MALIA VILLERS		Date 09/25/2009	
Title PERMISSTING TECH.	WALIA VILLERS		09/23/2009	
Approved by (Signature)	Name (Printed/Typed)		Date 2 2 2 2 2 1	$\wedge$
Title Title	Office FC		17/20/00/	U .
Application approval lices not warrant or certify that the applicant holds legal conduct operation atteraon.  Conditions of approval, it any, are attached.		s in the subject lease which would	d entitle the applicant to	
	Ulnerable Area	CHC.III. 40 mg/L-4 I	or communication Heisad	
Title 18 U.S.C. Section 101 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, has tubus or fraudulent statements or representations as to any matter within its jurisdiction.				
*(Instructions of page 2)	. ,			•

SEE ATTACHED FOR CONDITIONS OF APPROVAL

BLM'S APPROVAL OR ACCEPTANCE OF THIS ACTION DOES NOT RELIEVE THE LESSEE AND OPERATOR FROM OBTAINING ANY OTHER AUTHORIZATION REQUIRED FOR OPERATIONS ON FEDERAL AND INDIAN LANDS

FARMINGTON