

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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.

FORM APPROVED
OMB NO. 1004-0135
Expires: November 30, 2000

5. Lease Serial No.
NMSF080382A

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.
NNNM94007

8. Well Name and No.
Multiple--See Attached

9. API Well No.
Multiple--See Attached

10. Field and Pool, or Exploratory
KUTZ PICTURED CLIFFS

Basin Frontland Coal

11. County or Parish, and State

SAN JUAN COUNTY, NM

SUBMIT IN TRIPLICATE - Other instructions on reverse side.

1. Type of Well

☐ Oil Well ☒ Gas Well ☐ Other

2. Name of Operator
XTO ENERGY INC

Contact: HOLLY PERKINS
E-Mail: Regulatory@xtoenergy.com

3a. Address
2700 FARMINGTON AVE., BLDG K, SUITE 1
FARMINGTON, NM 87401

3b. Phone No. (include area code)
Ph: 505.324.1090 Ext: 4020
Fx: 505.564.6700

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

Multiple--See Attached

30-045-29014 ✓
30-045-06240

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

TYPE OF SUBMISSION

TYPE OF ACTION

☒ Notice of Intent

☐ Subsequent Report

☐ Final Abandonment Notice

☐ Acidize

☐ Alter Casing

☐ Casing Repair

☐ Change Plans

☐ Convert to Injection

☐ Deepen

☐ Fracture Treat

☐ New Construction

☐ Plug and Abandon

☐ Plug Back

☐ Production (Start/Resume)

☐ Reclamation

☐ Recomplete

☐ Temporarily Abandon

☐ Water Disposal

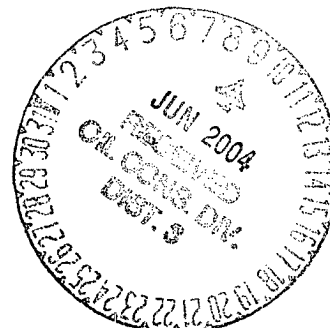
☐ Water Shut-Off

☐ Well Integrity

☒ Other
Surface Commingling

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 site is ready for final inspection.)

XTO Energy Inc. proposes to surface commingle the above wells per attached documents.



PLC 250

14. I hereby certify that the foregoing is true and correct.

Electronic Submission #29859 verified by the BLM Well Information System
For XTO ENERGY INC, sent to the Farmington
Committed to AFMSS for processing by JIM LOVATO on 06/03/2004 (04JXL0257SE)

Name (Printed/Typed) HOLLY PERKINS

Title REGULATORY SPECIALIST

Signature (Electronic Submission)

Date 04/22/2004

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By JIM LOVATO

Title PETROLEUM ENGINEER

Date 06/07/2004

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 Farmington

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.

**** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ****

NM000

Additional data for EC transaction #29859 that would not fit on the form

Wells/Facilities, continued

Agreement	Lease	Well/Fac Name, Number	API Number	Location
NMNM94007	NMSF080382A	SCHWERDTFEGER28 1	30-045-29014-00-S1	Sec 28 T27N R11W NWSW 1470FSL 1250FSL 36.54286 N Lat, 108.01323 W Lon
NMSF080382A	NMSF080382A	SCHWERDTFERGER 6	30-045-06240-00-S1	Sec 28 T27N R11W NESW 1650FSL 1650FWL 36.54338 N Lat, 108.01187 W Lon



2700 Farmington Ave, K-1 Farmington, NM 87401

Phone: (505) 324-1090 FAX: (505) 564-6700

April 22, 2004

Mr. William Jones
New Mexico Oil Conservation Division
1220 S. St. Francis Drive
Santa Fe, NM 87505

Subject: Administrative Approval to Surface Commingle
Schwerdtfeger #6 & Schwerdtfeger #28-1
Sec 28, T27N, R11W
Federal Leases NMSF080382A & NMNM94007
San Juan County, NM

Dear Mr. Jones:

XTO Energy Inc. requests administrative approval to surface commingle the Schwerdtfeger # 6 and the Schwerdtfeger #28-1 wells located in Section 28, T27N, R11W in San Juan County, New Mexico. XTO plans to produce the commingled gas through a single compressor thus lowering operating expenses, extending the economic life of the wells and increasing their ultimate recoveries.

Attached are the following:

- 1) Site diagrams for the producing wells
- 2) Map to identify the wells associated with the application
- 3) A table listing detailed information for each proposed well

Produced gas will be measure separately via allocation meters prior to being commingled. Produced liquids will not be surface commingled. All interest owners have been notified via certified mail, return receipt on April 22, 2004.

If additional information is required, please contact me at (505) 324-1090.

Sincerely,

A handwritten signature in black ink that reads 'Holly C. Perkins'.

Holly C. Perkins
Regulatory Compliance Tech

xc: Well Files
Land, Ft. Worth

Submit 3 Copies To Appropriate District

Office

District I

1625 N. French Dr., Hobbs, NM 87240

District II

1301 W. Grand Ave., Artesia, NM 88210

District III

1000 Rio Brazos Rd., Aztec, NM 87410

District IV

1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-103

Revised May 08, 2003

WELL API NO. 30-045-06240	
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input type="checkbox"/>	
6. State Oil & Gas Lease No.	
7. Lease Name or Unit Agreement Name: SCHWERTDFEGER	
8. Well Number 6	
9. OGRID Number 167067	
10. Pool name or Wildcat KUTZ W PICTURED CLIFFS	
11. Elevation (Show whether DR, RKB, RT, GR, etc.)	

SUNDRY NOTICES AND REPORTS ON WELLS
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well:
Oil Well ☐ Gas Well ☒ Other

2. Name of Operator
XTO Energy Inc.

3. Address of Operator
2700 Farmington Ave., Bldg. K, Ste 1 Farmington, NM 87401

4. Well Location
Unit Letter **K** : **1650** feet from the **SOUTH** line and **1650** feet from the **WEST** line
Section **28** Township **27N** Range **11W** NMPM County **SAN JUAN**

12. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
PULL OR ALTER CASING ☐ MULTIPLE COMPLETION ☐

OTHER: SURFACE COMMINGLE ☒

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDONMENT ☐
CASING TEST AND CEMENT JOB ☐

OTHER: ☐

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

XTO Energy Inc. proposes to surface commingle the Schwerdtfeger #6 with the Schwerdtfeger #28-1. The Schwerdtfeger #6 is a Kutz W Pictured Cliffs pool and is on Lease # NMSF08382A and the Schwerdtfeger #28-1 is a Basin Fruitland Coal pool on Lease # NNM94007. Each well will have an allocation meter to measure gas volume prior to commingling. Notice has been sent to the BLM pertaining to this surface commingling. Attached are documents in support of our application.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE

Holly C Perkins

TITLE

REGULATORY COMPLIANCE TECH

DATE

4/22/04

Type or print name HOLLY C. PERKINS

Telephone No. 505-324-1090

(This space for State use)

APPROVED BY

TITLE

DATE

Conditions of approval, if any:

District I
1625 N. French Drive, Hobbs, NM 88240
District II
1301 W. Grand Ave, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St Francis Dr, Santa Fe, NM
87505

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-107-B
Revised June 10, 2003

OIL CONSERVATION DIVISION
1220 S. St Francis Drive
Santa Fe, New Mexico 87505

Submit the original
application to the Santa Fe
office with one copy to the
appropriate District Office.

APPLICATION FOR SURFACE COMMINGLING (DIVERSE OWNERSHIP)

OPERATOR NAME: XTO ENERGY INC.
OPERATOR ADDRESS: 2700 FARMINGTON AVE, SUITE K-1
APPLICATION TYPE:

☐ Pool Commingling ☐ Lease Commingling ☒ Pool and Lease Commingling ☐ Off-Lease Storage and Measurement (Only if not Surface Commingled)

LEASE TYPE: ☐ Fee ☐ State ☒ Federal

Is this an Amendment to existing Order? ☐ Yes ☒ No If "Yes", please include the appropriate Order No. _____
Have the Bureau of Land Management (BLM) and State Land office (SLO) been notified in writing of the proposed commingling
☒ Yes ☐ No

(A) POOL COMMINGLING
Please attach sheets with the following information

(1) Pool Names and Codes	Gravities / BTU of Non-Commingled Production	Calculated Gravities / BTU of Commingled Production		Calculated Value of Commingled Production	Volumes
KUTZ W PICTURED CLIFFS 79680	1030				
BASIN FRUITLAND COAL 71629	998				

- (2) Are any wells producing at top allowables? ☐ Yes ☒ No
(3) Has all interest owners been notified by certified mail of the proposed commingling? ☒ Yes ☐ No.
(4) Measurement type: ☒ Metering ☐ Other (Specify)
(5) Will commingling decrease the value of production? ☐ Yes ☒ No If "yes", describe why commingling should be approved

(B) LEASE COMMINGLING
Please attach sheets with the following information

- (1) Pool Name and Code.
(2) Is all production from same source of supply? ☐ Yes ☐ No
(3) Has all interest owners been notified by certified mail of the proposed commingling? ☐ Yes ☐ No
(4) Measurement type: ☐ Metering ☐ Other (Specify)

(C) POOL and LEASE COMMINGLING
Please attach sheets with the following information

- (1) Complete Sections A and E.

(D) OFF-LEASE STORAGE and MEASUREMENT
Please attached sheets with the following information

- (1) Is all production from same source of supply? ☐ Yes ☐ No
(2) Include proof of notice to all interest owners.

(E) ADDITIONAL INFORMATION (for all application types)
Please attach sheets with the following information

- (1) A schematic diagram of facility, including legal location.
(2) A plat with lease boundaries showing all well and facility locations. Include lease numbers if Federal or State lands are involved.
(3) Lease Names, Lease and Well Numbers, and API Numbers.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE: Holly C Perkins TITLE: REGULATORY COMPLIANCE TECH DATE: 4/21/04
TYPE OR PRINT NAME HOLLY C. PERKINS TELEPHONE NO.: (505) 564-6720
E-MAIL ADDRESS: Holly_perkins@xtoenergy.com

**Schwerdtfeger #6 and Schwerdtfeger #28-1
Surface Commingle**

	Schwerdtfeger #6	Schwerdtfeger #28-1
Location	Sec 28K, T27N, R11W	Sec 21B, T27N, R11W
Formation/Pool	Kutz W. Pictured Cliffs	Basin Fruitland Coal
API #	30-045-06240	30-045-29014
Gas Gravity	1030	998
Gas Rate (MCFPD)	100	365
WI	0.5%	0.375%
NRI	0.4125%	0.309375%

Production Volumes are averaged over the last year.



2700 Farmington Ave, K-1 Farmington, NM 87401
Phone: (505) 324-1090 FAX: (505) 564-6700

April 21, 2004

RE: Notice to Working and Royalty Interest Owners
Application to Surface Commingle Gas Production
San Juan County, NM

XTO Energy Inc. is applying to the New Mexico Oil Conservation Division (NMOCD) and Bureau of Land Management (BLM) for approval to surface commingle gas production from the Schwerdtfeger #6 and the Schwerdtfeger #28-1. The NMOCD requires all interest owners be notified of plans to surface commingle when ownership is different between wells.

Produced gas from each well will be measured separately prior to being commingled. We plan to produce the commingled gas through a shared compressor. Produced liquids will not be surface commingled. A copy of our application to surface commingle is attached for your reference. If you need additional information or have any questions, I may be contacted at (505) 324-1090.

If you have an objection to our application you must file a protest in writing to the NMOCD Santa Fe office at 1220 So. St. Francis Drive, Santa Fe, NM 87505 within 20 days from the date the NMOCD received the application. The application was mailed to the NMOCD on the date of this letter.

Sincerely,

A handwritten signature in cursive script, appearing to read 'Holly C. Perkins', with a small flourish at the end.

Holly C. Perkins
Regulatory Compliance Tech

xc: Well Files w/attachment
FW Land Dept. w/attachment

Harold D. Carter, Trustee
5949 Sherry Lane, Suite 1475
Dallas, TX 75225

Grover Family L.P.
Attn: Arden R. Grover
P.O. Box 3666
Midland, TX 79702-3666

Cooksey Family Trust
Robert A. Cooksey, Trustee
4925 Greenville, Box 92
Dallas, TX 75206

Jones Family Trust
8080 N. Central
Suite 1420
Dallas, TX 75206

Claire S. K. Chun
Sun Oi Chun J/T
2054 S. Beretania St
Honolulu, HI 96826-1312

Henry W. O Chun
2054 S. Beretania St
Honolulu, HI 96826-1312

Amy L Fern
719 12th Ave
Honolulu, HI 96816-2247

Dennis Y Y Hew
Hane G K Hew
2233 Hoonanea St
Honolulu, HI 96816-2248

Dorothy Lyum Park
1116 A Clio St
Honolulu, HI 96822-2701

Mildred O Togikawa
2346 Oahu Ave
Honolulu, HI 96822

Anita C Luke
Charles W W Luke, Jt Trustees
3216 Kaohinani Dr
Honolulu, HI 96817-1041

Thomas F Schmidt
Lorinna Schmidt, Jtwros
2333 Kapiolani Blvd, Suite 2
Honolulu, HI 96817-1639

Henry Hung Pui Chun Rev Trust
Henry Hung Pui Chun, Trustee
2137 Liliha St
Honolulu, HI 96817-1639

Patsy Chun Chun Rev Trust
Patsy Chun Chun Rev Trust, Trustee
2137 Liliha St
Honolulu, HI 96817-1639

John Lawrence Kolivas
Deanna L Carpenter Kolivas
2927 Hibiscus Pl
Honolulu, HI 96815-4727

Alice L Heu Revocable Living Trust
Alice L Heu, Trustee
921 Hala Dr
Honolulu, HI 96817-2122

Emily Hee Fasick
P.O. Box 1831
Honolulu, HI 96805-1831

Bolack Mineral Co
New Mexico Ltd Partnership
3901 Bloomfield Hwy
Farmington, NM 87401

May Ruth Gaudin
525 Granada Crescent
N Vancouver British Columbia
Canada V7N 3A7

WD Kennedy Properties Ltd
Attn: WD Kennedy
550 West Texas, #1225
Midland, TX 79701-4257

Burlington Resources Oil & Gas
P.O. Box 4289
Farmington, NM 87499-0656

Bureau of Land Management
1235 La Plata Hwy
Farmington, NM 87401

B. Broadrick
1510 Dayton Road
Big Spring, TX 79705-6515

J. Robert Jones
1205 West Pecan
Midland, TX 79705-6515

MV Hughes Family Trust
Melba V Hughes Trustee
P.O. Box 8065
Wichita, KS 67208

Thomas M Burns
2978 S Newport St
Denver, CO 80224-0000

Tana K Hughes
14 Lake Ave
Colorado Spring, CO 80906-3652

Shirley Stark
1570 Fairfield Lane
Wichita, KS 67208-0000

Mina Ruth Fitting
3910 Edgebrook Court
Midland, TX 79707-1434

James Randolph Fitting
5228 SE 56th Street
Oklahoma City, OK 73135-0000

Khristi Elaine Fitting Moritz
9438 Tranquil Park
San Antonio, TX 78254-5667

Freeman Rodney Fitting
3537 Mitchell Lane
Bessemer, AL 35023-0000

Kelly Fitting Stewart
11197 Paisana Lane
San Angelo, TX 76904-0000

Fitting Chestnut Family LTD
P.O. Box 782
Midland, TX 79702-0782

Ruth Fitting Wester Family LTD
A Texas Partnership
12304 Edwards Hollow Run
Austin, TX 78739-7621

Raymond Oil Company LP
P.O. Box 48788
Wichita, KS 67201-8788