FORM APPROVED Form 3160-3 SUBMIT IN TRIPLICATES OMB NO. 1004-0136 (Other instructions on **UNITED STATES** Expires: February 28, 1995 reverse side) DEPARTMENT OF THE INTERIOR 5. LEASE DESIGNATION AND SERIAL NO. NMSF - 078004 **BUREAU OF LAND MANAGEMENT** 6. IF INDIAN, ALLOTTEE OR TRIBE NAME ICATION FOR PERMIT TO DRILL OR DEEPEN 7. UNIT AGREEMENT NAME 1a. TYPEOF WORK DRILL X DEEPEN L 32602 b. TYPE OF WELL 8. FARM OR LEASE NAME, WELL NO. GAS X SINGLE X MULTIPLE OIL Evenson "19" 2. NAME OF OPERATOR XTO Energy Inc 9. API WELL NO. 3. ADDRESS AND TELEPHONE NO. 30.045 2700 Farmington Ave., Bldg. K. Ste 1 Farmington, NM 87401 10. FIELD AND POOL, OR WILDCAT Basin Fruitland Coal 4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.*) 840' FSL & 725' FEL in Sec 19, T27N, 11. SEC., T., R., M., OR BLK. At proposed prod. zone AND SURVEY OR AREA Sec 19 **R10W** same as above 14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE* 12. COUNTY OR PARISH 13. STATE <u>18 air miles south of the Bloomfield, NM Post Office</u> San Juan NM 15. DISTANCE FROM PROPOSED NO. OF ACRES ASSIGNED TO THIS WELL LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to nearest drlg, unit line, if any) 725 18. DISTANCE FROM PROPOSED LOCATION* 19. PROPOSED DEPTE 20. ROTARY OR CABLE TOOLS TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT. 1.975 with Rotary Tools 21. ELEVATIONS (Show whether DF,RT, GR, etc.) 22. APPROX. DATE WORK WILL START* 5.973' Ungraded Ground Level Summer 2003 PROPOSED CASING AND CEMENTING PROGRAM RADE, SIZE OF CASINO WEIGHT PER FOOT OLIANTITY OF CEMENT SIZE OF HOLE SETTING DEPTH 8-3/4" 20.0#/ft 75 sx Type III or Cl B cement 7", J-55 +-200' 6-1/4" 4-1/2". J-55 10.5#/ft +-1.975' 195 sx Premium Lite cement XTO ENERGY INC. Request approval to drill the above mentioned well as described in the enclosed Surface Use Plan and proposed Drilling Program. Note: An El Paso Pipeline plat is attached for ROW. APD/RUV DRILLING OPERATIONS AUTHORIZED ARE SUBJECT TO COMPLIANCE WITH ATTACHED *GENERAL REQUIREMENTS' This action is subject to technical and procedural review pursuant to 43 CFR 3165.3 and appeal pursuant to 43 CFR 3165.4 IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposalis to deepen, give dataon present productivezone and proposednew productivezone. If proposalis to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout preventer program, if any. 24. ππ_E Drilling Engineer SIGNED (This space for Federal or State office use) APPROVAL DATE Application approval 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. CONDITIONS OF APPROVAL, IF ANY: /s/ David J. Mankiewicz APPROVED BY · TTTLE DATE -*See Instructions On Reverse Side

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and will fully to make to any department agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

State of New Mexico Form C-102 DISTRICT I P.O. Box 1980, Hobbs, N.M. 88241-1980 Revised February 21, 1994 Energy, Minerals & Natural Resources Department Instructions on back
Appropriate District Office DISTRICT II
P.O. Drawer DD. Artesia, N.M. 88211-0719 State Lease — 4 Copies Fee Lease — 3 Copies OIL CONSERVATION DIVISION P.O. Box 2088 Santa Fe, NM 87504-2088 70 Farmington, NM 1000 Rio Brazos Rd., Aztec, N.M. 87410 AMENDED REPORT DISTRICT IV PO Box 2088, Santa Fe, NM 87504-2088 WELL LOCATION AND ACREAGE DEDICATION PLAT API Number ² Pool Code ³ Pool Name Well Number Property Code *Property Name 2 **EVENSON 19** 2606 Elevation OGRID No. *Operator Name 5973 XTO ENERGY INC. ¹⁰ Surface Location East/West line Feet from the North/South line Feet from the UL or lot no. Section Township Range Lot Idn County SAN JUAN SOUTH **EAST** 19 Р 27-N 10-W 840 725 ¹¹Bottom Hole Location if Different From Surface East/West line North/South line Feet from the County UL or lot no. Section Township Range Lot Idn Feet from the 12 Dedicated Acres ¹⁵ Joint or Infill 14 Consolidation Code 15 Order No. NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION SEC. CORNER FD 2 1/2° BC 1913 GLO **OPERATOR CERTIFICATION** I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief LOT 1 CONO. DIV. SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me LOT 3 or under my supervision, and that the same is true and correct to the best of my belief. LAT. 36'33'21" N. (NAB 83) LONG. 10755'49" W (NAD 83) LOT 4 725 W.C. CORNER FD 3 1/2" BC 1913 GLO 70 LKS (46.2 FT.) 15705 SEC. CORNER N 89-5Z-00 W Certificate Humber

CALC'D CORNER

XTO ENERGY INC.

DRILLING PROCEDURE EVENSON "19" #2 Basin Fruitland Coal June 24, 2003

Location: 840' FSL & 725' FEL, Sec 19, T27N, R10W County: San Juan State: New Mexico

PROJECTED TOTAL DEPTH: 1,975' OBJECTIVE: Fruitland Coal GR ELEV: 5,973'

1. MUD PROGRAM:

| INTERVAL | 0'-200' | 200'-TD | | |
|-------------------|-----------|------------|--|--|
| HOLE SIZE | 8-3/4" | 6-1/4" | | |
| MUD TYPE | FW/Native | FW/Polymer | | |
| MUD WEIGHT, ppg | 8.6-9.0 | 8.6-9.1 | | |
| VISCOSITY, sec/qt | 28-32 | 28-33 | | |
| WATER LOSS, cc | NC | NC | | |

Remarks: Drill the surface hole with fresh water. Run and cement 7" surface casing, circulating cement to surface. NU and test BOP equipment, then drill out with fresh water. Use polymer sweeps as needed for hole cleaning. At TD, sweep the hole prior to TOH to log.

2. <u>CASING PROGRAM:</u>

Surface Casing: 7" casing to be set at ± 200 ' in 8.8 ppg mud.

| | | | | | Coll | Burst | | | | | | |
|----------|--------|-------|------|------|--------|--------|---------|-------|-------|------|-------|---------|
| 1 | | Wt | | | Rating | Rating | Jt Str | ID | DD | SF | SF | SF [|
| Interval | Length | (ppf) | Gr | Cplg | (psi) | (psi) | (M-lbs) | (in) | (in) | Coll | Burst | Tension |
| 0'-200' | 200' | 20# | J-55 | STC | 2,270 | 3,740 | 234 | 6.456 | 6.331 | 9.99 | 4.59 | 58.5 |

Optimum makeup torque for 7" 20#, J-55, STC casing is 2,340 ft-lbs (Min - 1,760 ft-lbs, Max - 2,930 ft-lbs).

Production Casing: 4-1/2" casing to be set at $\pm 1,975$ ' in 8.8 ppg mud.

| | | | | 1 | Coll | Burst | | | | | | |
|----------|--------|-------|------|------|--------|--------|---------|-------|-------|------|-------|---------|
| | | Wt | | | Rating | Rating | Jt Str | ID | DD | SF | SF | SF |
| Interval | Length | (ppf) | Gr | Cplg | (psi) | (psi) | (M-lbs) | (in) | (in) | Coll | Burst | Tension |
| 0'-TD | 1,975' | 10.5# | J-55 | STC | 4,010 | 4,790 | 132 | 4.052 | 3.927 | 3.57 | 3.33 | 5.24 |

Optimum makeup torque for 4-1/2", 10.5#, J-55, casing is 1,320 ft-lbs (Min - 990 ft-lbs, Max - 1,650 ft-lbs).

Capacity of 7", 20# casing is: 0.04048 bbl/ft Capacity of 4-1/2", 10.5# casing is: 0.01595 bbl/ft

3. WELLHEAD:

Casinghead: Larkin Fig 92 (or equivalent) 2,000 psig WP (4,000 psig test) with 7", 8rd pin on bottom and 8-5/8" API Modified 8rd thread on top.

Tubinghead: Larkin Model 612 (or equivalent) 3,000 psig WP (6,000 psig test) with 4-1/2", 8rd bottom thread and 8-5/8" 8rd API Modified top body thread, 4.090" minimum bore.

4. CEMENT PROGRAM:

A. Surface: 7", 20#, J-55, STC casing at \pm 200'.

Lead: 75 sx Type III cement (or equivelent) containing ¼ pps celloflake, 2% CaCl₂ (mixed at 14.6 ppg, 1.39 ft³/sk, 6.67 gal wtr/sk).

Total slurry volume is 104.25 ft³, 250% excess of calculated annular volume required to circulate cement to surface.

B. Production: 4-1/2", 10.5#, J-55, STC casing at \pm 1,975'.

<u>Lead:</u> 125* sx of Type III cement containing 8% gel, 1/4 pps Celloflake & 2% Phenoseal (mixed at 11.9 ppg, 2.54 ft³/sk, 13.51 gal wtr/sk).

Tail: 70 sx Type III cement containing 1% CaCl2, 1/4 pps Celloflake & 2% Phenoseal (mixed at 14.5 ppg, 1.41 ft3/sk, 6.72 gal wtr/sx).

Total estimated slurry volume is 477 $\rm ft^3$, $\pm 100\%$ excess of calculated annular volume required to circulate cement to surface.

* Actual cement volumes will be determined using log caliper volume plus 40% excess.

5. DRILLING HAZARDS:

- H₂S or other Poisonous Gases: No formations known to contain H₂S or any other poisonous gases will be penetrated with this wellbore.
- Abnormal Pressures: No overpressured zones are known to exist or are anticipated to be encountered during the drilling of this well.
- Lost Circulation: Seepage and/or lost circulation may be encountered below surface casing and can be controlled with conventional lost circulation materials added to the mud system.

6. **LOGGING PROGRAM:**

Array Induction/DFL/GR/SP/Cal DSN/Spectral Density/GR/Cal/Pe

TD to bottom of surf csg. , TD to bottom of surf csg.

BOP SCEMATIC FOR DRILLING OPERATIONS CLASS 1 (2M) NORMAL **PRESSURE**

ROTATING HEAD OR STRIPPING (DIVERTING) **HEAD** FILL UP LINE

- 1. Test BOP after installation: Pressure test BOP to 200-300
 - psig (low pressure) for 5 min.
 - Test BOP to Working Press or to 70% internal yield of surf csg (10 min).
- 2. Test operation of (both) rams on every trip.
- 3. Check and record Accumulator pressure on every tour.
- 4. Re-pressure test BOP stack after changing out rams.

FLOW LINE TO PIT

- 5. Have kelly cock valve with handle available.
- 6. Have safety valve and subs to fit all sizes of drill string.

PIPE

BLIND RAMS **SCREW ON DRILLING FLANGE** TO FILL-UP / **ADJUSTABLE** KILL LINE CHOKE Fig. 92 (typical) 2" dia min. MANIFOLD **CASINGHEAD** 2" dia min. (SCREW-IN) Remove check or ball See Choke Manifold drawing for from check valve and specifications