

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

Form C-103  
June 19, 2008

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

WELL API NO. <b>30-045-34489</b>
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name: <b>McKENZIE A</b>
8. Well Number <b>#1E</b>
9. OGRID Number <b>5380</b>
10. Pool name or Wildcat <b>BASIN DAKOTA</b>
11. Elevation (Show whether DR, RKB, RT, GR, etc.) <b>5712' GR</b>

**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 <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other	7. Lease Name or Unit Agreement Name: <b>McKENZIE A</b>
2. Name of Operator <b>XTO Energy Inc.</b>	8. Well Number <b>#1E</b>
3. Address of Operator <b>382 CR 3100 AZTEC, NM 87410</b>	9. OGRID Number <b>5380</b>
4. Well Location Unit Letter <b>O</b> : <b>1230</b> feet from the <b>SOUTH</b> line and <b>71625</b> feet from the <b>EAST</b> line Section <b>9</b> Township <b>30N</b> Range <b>12W</b> NMPM County <b>SAN JUAN</b>	10. Pool name or Wildcat <b>BASIN DAKOTA</b>
11. Elevation (Show whether DR, RKB, RT, GR, etc.) <b>5712' GR</b>	

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 COMPL ☐  
DOWNHOLE COMMINGLE ☐

OTHER: EXCEPTION TO TUBING RULE ☒

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐  
COMMENCE DRILLING OPNS. ☐ P AND A ☐  
CASING/CEMENT JOB ☐  
**RCVD SEP 18 '08**  
**OIL CONS. DIV.**  
**DIST. 3**

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. requests exception to Rule 19.15.3.107 (J2) requiring all wells equipped with casing larger in size than 3-1/2" OD be tubed. XTO requests the McKenzie A #1E be produced with no tubing due to high pressure in the well. By producing this well without tubing, we will incur no waste.

EXCEPTION EXPIRES **12-16-08** *rr*

Spud Date:

**12/6/07**

Rig Release Date:

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

SIGNATURE

*Lorri D. Bingham*

TITLE

**REGULATORY COMPLIANCE TECH**

DATE

**9/16/08**

Type or print name

**LORRI D. BINGHAM**

E-mail address:

**Lorri\_bingham@xtoenergy.com**

PHONE

**505-333-3100**

For State Use Only

APPROVED BY

*Zach G. Bost*

TITLE

**Deputy Oil & Gas Inspector,  
District #3**

DATE

**SEP 22 2008**

Conditions of Approval (if any):

*8*