

Submit 3 Copies To Appropriate District
Office
District I
1625 N. French Dr., Hobbs, NM 87240
District II
811 South First, Artesia, NM 87210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
Revised March 25, 1999

OIL CONSERVATION DIVISION
2040 South Pacheco
Santa Fe, NM 87505

WELL API NO. 30-045-31128
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. NNM05791
7. Lease Name or Unit Agreement Name: DAWSON A
8. Well No. #1G
9. Pool name or Wildcat BASIN DAKOTA / BLANCO MESAVERDE

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	
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 <u>L</u> : <u>1500</u> feet from the <u>SOUTH</u> line and <u>475</u> feet from the <u>WEST</u> line Section <u>04</u> Township <u>27N</u> Range <u>08W</u> NMPM County <u>SAN JUAN</u>	
10. Elevation (Show whether DR, RKB, RT, GR, etc.) 6472' GR	

11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data	
NOTICE OF INTENTION TO:	SUBSEQUENT REPORT OF:
PERFORM REMEDIAL WORK <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>
MULTIPLE COMPLETION <input checked="" type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
CASING TEST AND CEMENT JOB <input type="checkbox"/>	
OTHER: <input type="checkbox"/>	OTHER: <input type="checkbox"/>

12. 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. plans to downhole commingle this well in the following manner:

1. Perforate, acidize & frac the Basin Dakota from approximately 6,850' - 7,100'.
2. Set a composite bridge plug @ 5,500'.
3. Perforate, acidize & frac the Blanco Mesaverde from approximately 4,100' - 4,900'.
4. TIH & drill out CBP @ 5,500'.
5. Turn well to sales.

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

SIGNATURE Darrin Steed TITLE OPERATIONS ENGINEER DATE 9/27/02

Type or print name DARRIN STEED Telephone No. 505-324-1090

(This space for State use) Signed by STEVEN M. HAYDEN

DEPUTY MIN. & GAS 001 22 2002

APPROVED BY _____ TITLE _____ DATE _____
Conditions of approval, if any:



September 27, 2002

Mr. Frank Chavez
New Mexico Oil Conservation Division
1000 Rio Brazos Rd.
Aztec, New Mexico 87410

RE: Administrative Approval to Downhole Commingle
Dawson A #1G
1,500' FSL & 475' FWL
Unit L, Section 4, T-27-N, R-8-W
San Juan County, New Mexico

Dear Mr. Chavez:

XTO Energy, Inc hereby requests administrative approval to downhole commingle the above referenced well. Attached for your reference are the following exhibits:

1. Sundry Notice (NMOCD Form C-103)
2. Tabular and Graphical Production History used for Production Allocation

This well is currently permitted as a Basin Dakota (71599) and Blanco Mesaverde (72319). Both zones are included in the pre-approved pools established by Division Order R-11363. The Basin Dakota and Blanco Mesaverde will be completed from approximately 6,850' – 7,100' and 4,100' – 4,900'. Based on production analysis of wells located in a nine section surrounding area the following allocation was determined:

Blanco Mesaverde (72319)	Oil – 51%	Gas – 72%
Basin Dakota (71599)	Oil – 49%	Gas – 28%

Both pools have common interest owners. Commingling both zones will not reduce the ultimate recovery of either pool. Downhole commingling will improve recovery of liquids, eliminate redundant surface equipment and maximize productivity. Once NMOCD approval has been received notice will be filed with the BLM on Form 3160-5 concerning this matter.

XTO Energy would like to request your Administrative Approval for the downhole commingling based on the above information. Should you need any additional information please feel free to contact me at (505) 324-1090.

Sincerely,
XTO ENERGY, INC.



Darrin L. Steed
Operations Engineer

Enclosures

Cc: DLS
GLM
Well File