

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON
Governor

Joanna Prukop
Cabinet Secretary
Acting Director
Oil Conservation Division

April 12, 2004

XTO Energy Inc. 2700 Farmington Ave Building K, Suite 1 Farmington, New Mexico 87401

Attention: Brenda Waller

Re: Request for Extension of Implementation Period for Division Order SWD-878.

Dear Ms. Waller:

The New Mexico Oil Conservation Division has reviewed your request to extend the implementation period on the Stanolind Gas Com "D" Well No. 1 (API 30-045-23779) located 1,820 feet from the South line and 1,590 feet from the East line Lot 10 of Section 17, Township 32 North, Range 12 West, NMPM, San Juan County, New Mexico, originally approved with Division order SWD-878. Providing that all conditions contained in the order remain the same and there are no new wells drilled in the area of review, the expiration date of the SWD-878 is hereby extended to October 8, 2004.

In the event any drilling activity occurs in the subject area of review, XTO Energy Inc. will notify the supervisor of the Aztec district office and the Division office. An administrative review of the permit will be conducted, and the status of the permit will be determined.

Additionally: The operator shall report by sundry to the Aztec district office (send a copy to Santa Fe), the original static fluid levels — in units of feet from the KB - for both zones completed during the work-over to convert to injection.

All other provisions and conditions of SWD-878 and Division Rules 706 and 1120 shall remain in full force and effect.

Sincerely

Joanna Prukop Acting Director

JP:wvii

cc:

Oil Conservation Division - Aztec

SWD-878

April 12, 2004

Mr. William Jones New Mexico Energy, Minerals and Natural Resource Department Oil Conservation Division 1220 South St. Francis Drive Santa Fe, NM 87505

Re: Administrative Order SWD-878
Salt Water Disposal – Stanolind Gas Com "D" Well No. 1
API 30-045-23779
Section 17, T32N, R12W, NMPM, San Juan County, NM

Dear Mr. Jones:

XTO request permission for an extension of the above salt water disposal permit. There has been no injection within the past year. However, we are anticipating completing this disposal within the next 30 days.

If there is anything further we need to do, please do not hesitate to contact me at 505-564-7923.

Sincerely,

Brenda Waller

Regulatory and Compliance Manager

By Email 4/12/04

cc: Terry Matthews

J. L. Divine Kevin Harris