

DATE IN 3/24/06	SUSPENSE	ENGINEER MIKE	LOGGED IN 2/28/06	TYPE NSL	APP NO. PDS0605930770
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ABOVE THIS LINE FOR DIVISION USE ONLY

**NEW MEXICO OIL CONSERVATION DIVISION**  
**- Engineering Bureau -**  
 1220 South St. Francis Drive, Santa Fe, NM 87505



**ADMINISTRATIVE APPLICATION CHECKLIST**

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

**Application Acronyms:**

[NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication]  
 [DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling]  
 [PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement]  
 [WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion]  
 [SWD-Salt Water Disposal] [IPI-Injection Pressure Increase]  
 [EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]

**[1] TYPE OF APPLICATION - Check Those Which Apply for [A]**

[A] Location - Spacing Unit - Simultaneous Dedication  
☒ NSL ☐ NSP ☐ SD

Check One Only for [B] or [C]

[B] Commingling - Storage - Measurement  
☐ DHC ☐ CTB ☐ PLC ☐ PC ☐ OLS ☐ OLM

[C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery  
☐ WFX ☐ PMX ☐ SWD ☐ IPI ☐ EOR ☐ PPR

[D] Other: Specify \_\_\_\_\_

**[2] NOTIFICATION REQUIRED TO: - Check Those Which Apply, or ☐ Does Not Apply**

- [A] ☐ Working, Royalty or Overriding Royalty Interest Owners
- [B] ☐ Offset Operators, Leaseholders or Surface Owner
- [C] ☐ Application is One Which Requires Published Legal Notice
- [D] ☐ Notification and/or Concurrent Approval by BLM or SLO  
U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office
- [E] ☐ For all of the above, Proof of Notification or Publication is Attached, and/or,
- [F] ☐ Waivers are Attached

**[3] SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE.**

**[4] CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is accurate and complete to the best of my knowledge. I also understand that no action will be taken on this application until the required information and notifications are submitted to the Division.

**Note:** Statement must be completed by an individual with managerial and/or supervisory capacity.

Print or Type Name	Signature	Title	Date
e-mail Address			



February 23, 2006

**VIA FEDEX OVERNIGHT**

Mr. Michael E. Stogner  
New Mexico Oil Conservation Division  
1220 S St Francis Dr  
Santa Fe NM 87504

Re: Application for Administrative Approval of Unorthodox Location  
XTO Energy Inc.'s New Mexico Federal N 2F  
1,980' FNL and 2,610' FEL, Section 17, T30N, R12W  
San Juan County, New Mexico  
Morrison Formation

Dear Mr. Stogner:

XTO Energy Inc. hereby requests administrative approval for an unorthodox location for the above referenced well. Attached for your reference are the following exhibits:

1. Well location plat (NMOCD Form C-102)
2. Topographic map
3. Aerial photograph
4. Ownership map
5. Production map showing Dakota Formation Gas Production

The proposed location has been chosen due to both economical and environmental reasons. XTO Energy Inc.'s New Mexico Federal N 2F is the existing wellbore. It is more economical to produce the Morrison formation from an existing wellbore. In turn, the adverse effect on the surrounding surface will be reduced.

It should be noted XTO Energy has a 100% undivided interest in both the Dakota and Morrison formations of Section 17 and are not encroaching on any offset operator. Therefore, no other operators have been notified.

2006 FEB 24 PM 2 35

*Mr. Michael E. Stogner  
New Mexico Oil Conservation Division  
New Mexico Federal N 2F  
February 23, 2006  
Page Two*

XTO Energy Inc. requests your administrative approval for the unorthodox location based on the above information. Should you need any additional information, please contact me at (817) 885-3091.

Yours truly,

A handwritten signature in black ink, appearing to read "RYAN O'KELLEY", with a stylized flourish extending to the right.

Ryan O'Kelley  
Associate Landman

Enclosures

REC'D/SANJUAN

DISTRICT I  
1000 N. French Dr. Santa Fe, NM 87505State of New Mexico  
Energy, Minerals & Natural Resources Department

MAR 24 2005

Form C-102  
Revised June 10, 2003DISTRICT II  
1301 W. Grand Ave. Alamosa, NM 88410

## OIL CONSERVATION DIVISION

1200 South St. Francis Dr.  
Santa Fe, NM 87505Submit to Appropriate District Office  
Lease - 4 Copies  
Fee Lease - 2 CopiesDISTRICT III  
1000 Rio Pecos Rd. Aztec, NM 87410DISTRICT IV  
1200 South St. Francis Dr. Santa Fe, NM 87505

[ ] AMENDED REPORT

## WELL LOCATION AND ACREAGE DEDICATION PLAT

*API Number <b>30-045-33243</b>	*Pool Code	*Pool Name <b>Wildcat Morrison</b>
*Property Code	*Promote Name <b>SEA, MEXCO, OPERATOR</b>	*Well Number <b>2F</b>
*OCRD No. <b>1107067</b>	*Operator Name <b>SEA, MEXCO, INC.</b>	*Elevation <b>(N/A)</b>

## 10 Surface Location

Well or Unit No.	Section	Township	Range	Lot No.	Feet from the	North/South line	Feet from the	East/West line	County
1	1	10 N	12 W	1	100	1000	1000	1000	SAN JUAN

## 11 Bottom Hole Location If Different From Surface

Well or Unit No.	Section	Township	Range	Lot No.	Feet from the	North/South line	Feet from the	East/West line	County
1	1	10 N	12 W	1	100	1000	1000	1000	SAN JUAN
*Dedicated Acre <b>N/E 1/4 1600</b>			*Acres or more		*Consolidation Code		*Dedicated by		

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

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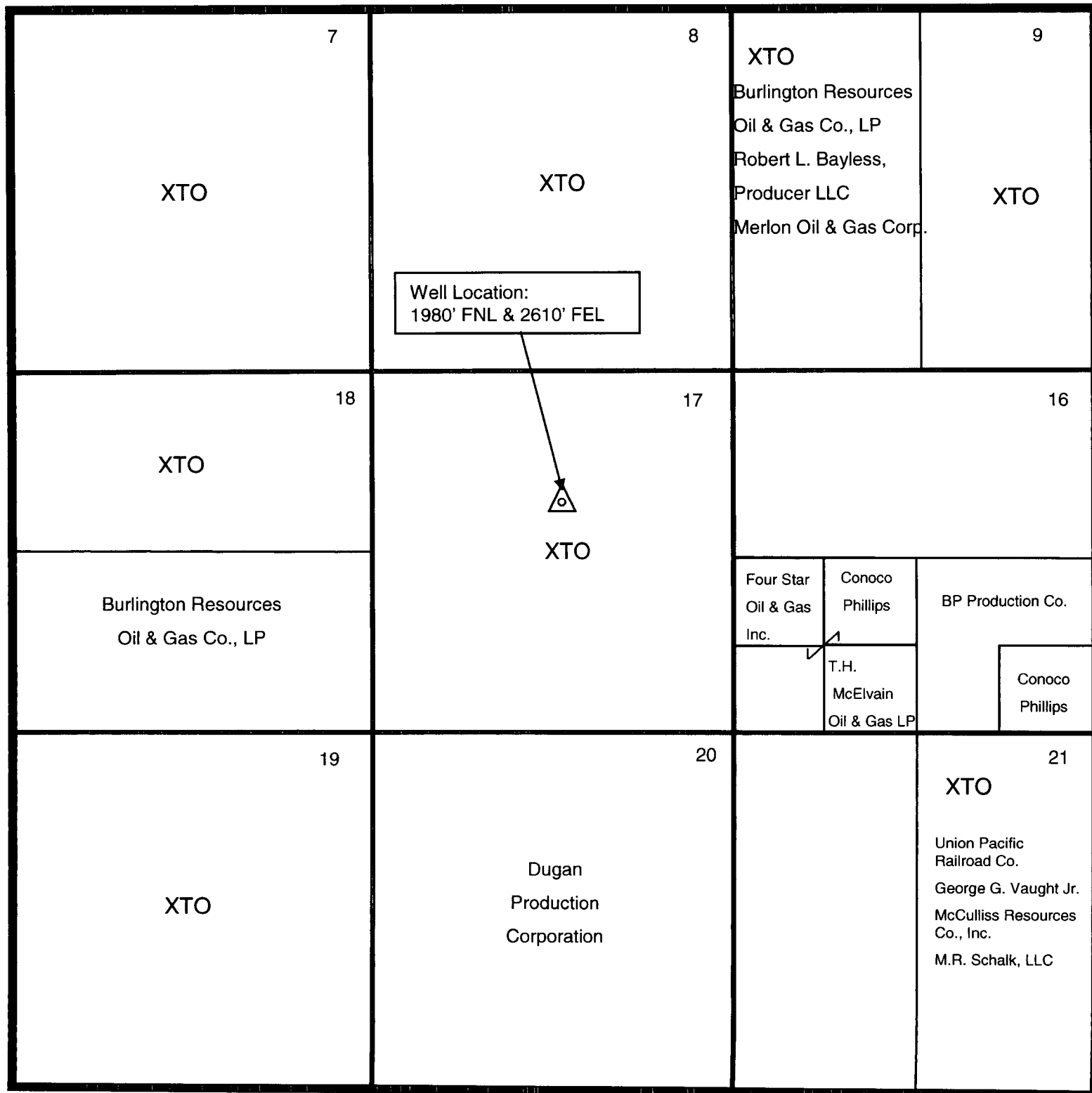
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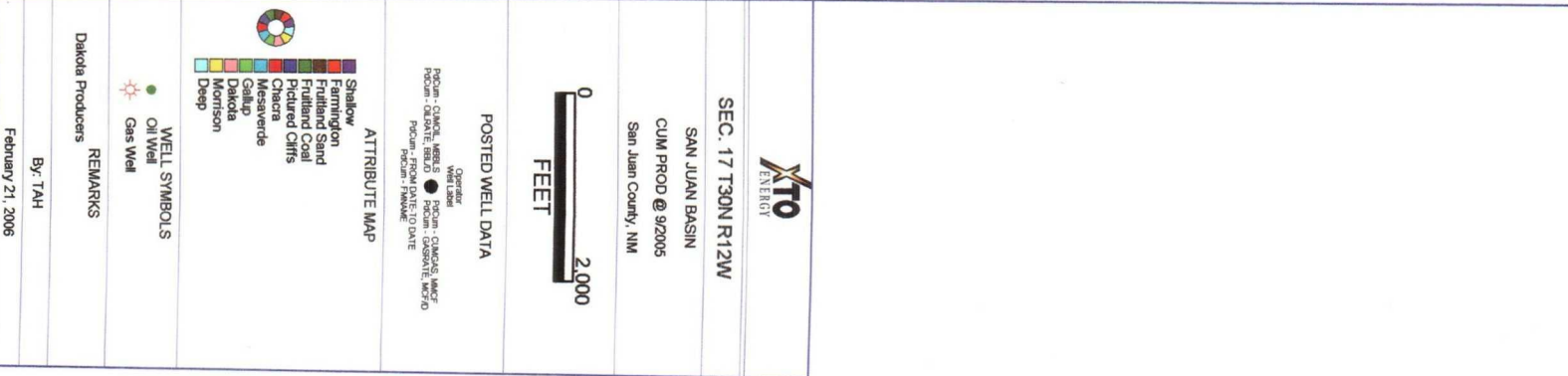
STATE: New Mexico COUNTY: San Juan

PROSPECT: \_\_\_\_\_ DATE: February 23, 2006

SECTION: 17 TOWNSHIP: 30 North RANGE: 12 West

SCALE: 1"=2000'







**XTO ENERGY INC.**  
NM FEDERAL N No. 2F  
SEC. 17, T-30-N, R-12-W, N.M.P.M.  
SAN JUAN COUNTY, NEW MEXICO



**LEGEND**

 NM FEDERAL N No. 2F



**Daggett Enterprises, Inc.**  
Surveying and Oil Field Services  
P. O. Box 15068 Farmington, NM 87401  
Phone (505) 326-1772 Fax (505) 326-8019



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DATE IN	SUSPENSE	ENGINEER	LOGGED IN	TYPE	APP NO.
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**Note: Statement must be completed by an individual with managerial and/or supervisory capacity.**

RYAN O'KELLEY  
 Print or Type Name

Signature

Associate Landman  
 Title

02/22/06  
 Date

Ryan.O'Kelley@xtcenergy.com  
 e-mail Address