

DATE IN 1/25/07	SUSPENSE	DAVID CATAVACH ENGINEER	LOGGED IN 1/25/07	TYPE NSL	APP NO. PTD 50702547484
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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



5572

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



January 24, 2007

FEDERAL EXPRESS

Mr. Mark Fesmire
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 Pipkin, E.H. No. 10F
1,895' FNL and 1,475' FEL, Section 1, T27N, R11W
San Juan County, New Mexico
Gallup Formation

2007 JUN 25 PM 10 37

Dear Mr. Fesmire:

XTO Energy Inc. (XTO) 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. Gallup Ownership Map
4. Gallup Production Map

The Pipkin, E.H. No. 10F is a proposed Basin Dakota / Kutz Gallup commingled gas well in the SW/4NE/4 of Section 1, Township 27 North, Range 11 West. Only the Gallup Formation is at a non-standard location at the above proposed location of 1,895' FNL and 1,475' FEL.


In an attempt to stay away from the existing Dakota well, located in the SE/4NE/4 of the Section, XTO's proposed location is as far northwest as possible under the circumstances. Several other locations were attempted, however, XTO was unable move the well further north or west due to both a wash and the presence of cactus. The Gallup is a 40-acre unit and will be non-standard to the west of the quarter-quarter section line 175 feet.

The offsetting Gallup operating rights are owned by XTO. Therefore, no notification is required.

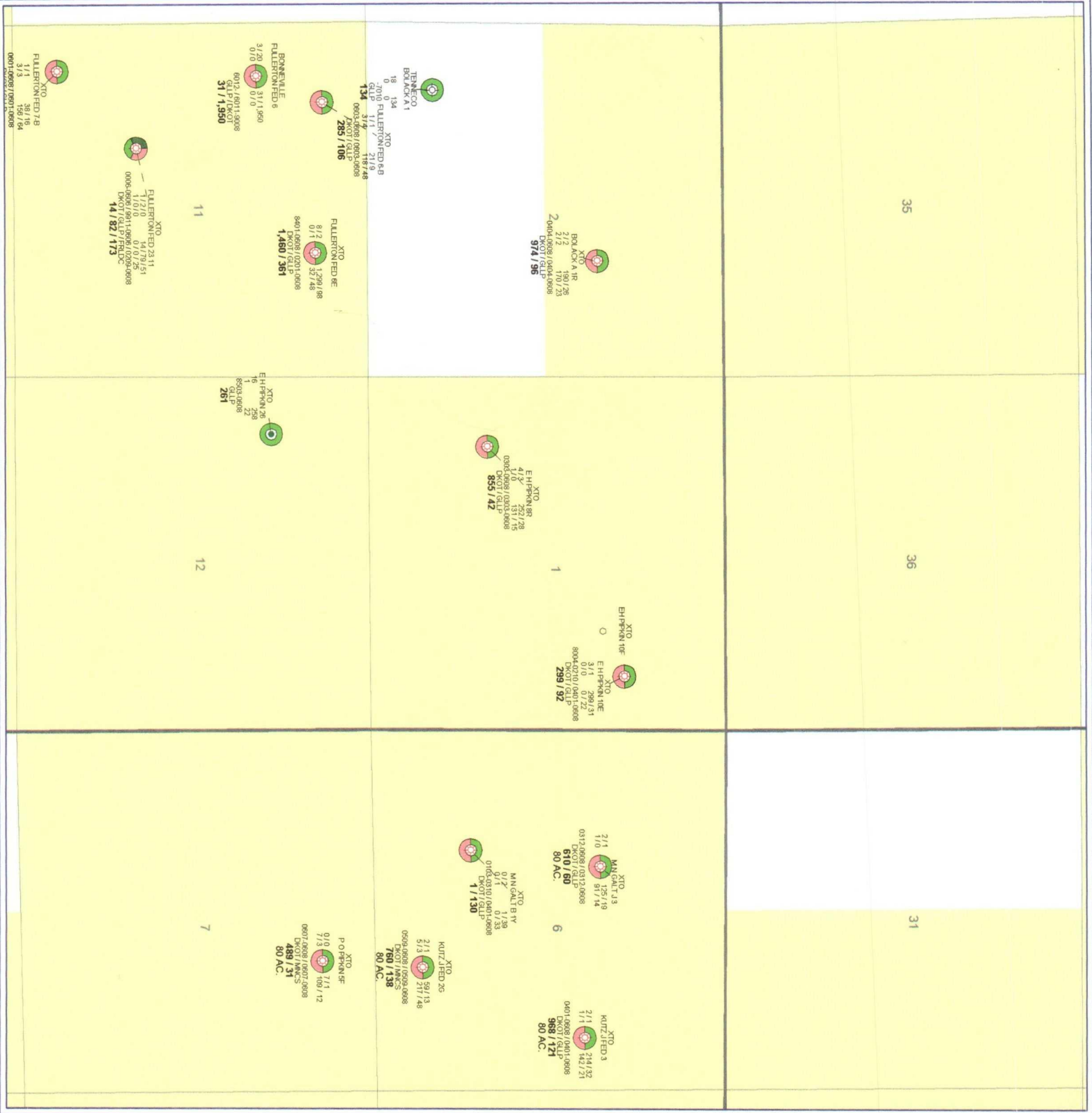
*Mr. Mark Fesmire
New Mexico Oil Conservation Division
Pipkin, E.H. No. 10F
January 24, 2007
Page Two*

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,


Ryan O'Kelley
Associate Landman

Enclosures



XTO ENERGY INC.	
SEC 01 T27N R11W	
SAN JUAN BASIN	
CUM PROD @ 9/2/06	
San Juan County, NM	
REMARKS	
Gallup Producers	
By: Jane Foster	
January 24, 2007	

DISTRICT I
1625 N. French Dr., Hobbs, N.M. 88240

DISTRICT II
1301 W. Grand Ave., Artesia, N.M. 88210

DISTRICT III
1000 Pdo Brozas Rd., Aztec, N.M. 87410

DISTRICT IV
1220 South St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-102

Revised October 12, 2005

Submit to Appropriate District Office

State Lease - 4 Copies

Fee Lease - 3 Copies

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number	² Pool Code 300550	³ Pool Name WILTZ GALLUP
⁴ Property Code	⁵ Property Name E.H. PIPKIN	⁶ Well Number 10F
⁷ OCRID No. 167067	⁸ Operator Name XTO ENERGY INC.	⁹ Elevation 5718

¹⁰ Surface Location

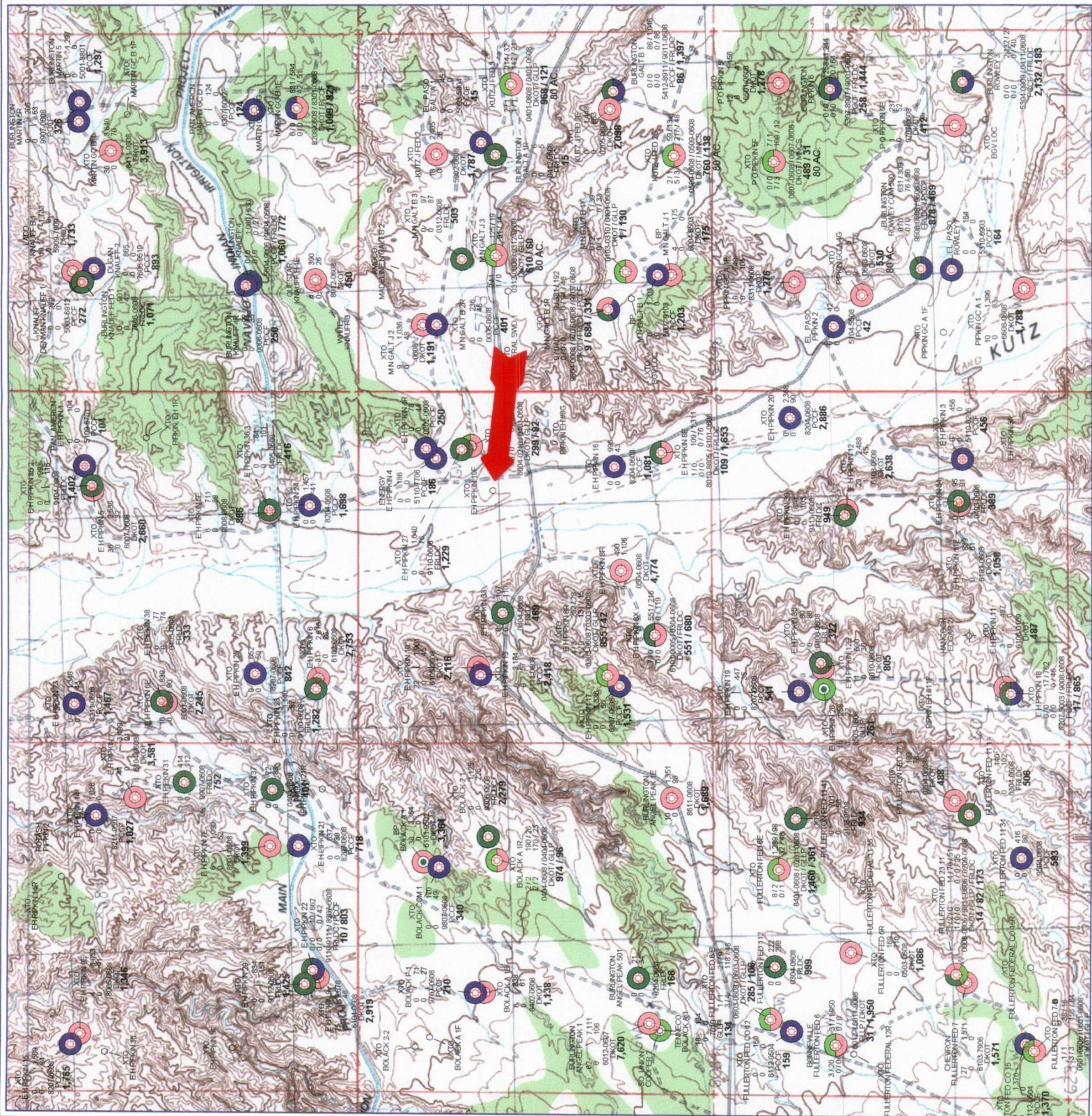
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
G	1	27-N	11-W		1895	NORTH	1475	EAST	SAN JUAN

¹¹ Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
¹² Dedicated Acres SW 1/4 NE 1/4 40					¹³ 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

16 CALC'D. CORNER BY SGL. PROPORTION		S 89-48-34 W 5273.3 (C)		FD. 2 1/2" BC. 1913 U.S.G.L.O.		17 OPERATOR CERTIFICATION	
LOT 4 40.42		LOT 3 40.30		LOT 2 40.18		LOT 1 40.08	
				1895'		I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or undivided mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.	
		LAT: 36.60637" N. (NAD 83) LONG: 107.95126" W. (NAD 83) LAT: 36.36'22.9" N. (NAD 27) LONG: 107.57'02.3" W. (NAD 27)		1475'		Signature: <i>Debra K. Smith</i> 7/27/06 Date: _____ Printed Name: <i>Debra K. Smith</i>	
				FD. 2 1/2" BC. 1913 U.S.G.L.O.		18 SURVEYOR CERTIFICATION	
						I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.	
						APRIL 24, 2006 Date of Survey: _____ Signature: <i>JORNA VUKONICH</i> Surveyor Printed Name: <i>JORNA VUKONICH</i> 14831 REGISTERED PROFESSIONAL SURVEYOR Certificate Number: _____	



XTO ENERGY INC.

SEC 01 T27N R11W

SAN JUAN BASIN

CUM PROD @ 8/2006

San Juan County, NM



POSTED WELL DATA

Operator
Well Label
Production - GAS, MEAS, OIL, WATER, CHLORINE, MISC
Production - FROM DATE TO DATE
Production - GAS RATE YTD, BBL/D, MCF/D
Production - OIL RATE YTD, BBL/D, MCF/D
Production - WATER RATE YTD, BBL/D, MCF/D
Production - CHLORINE RATE YTD, MCF/D
Production - MISC RATE YTD, MCF/D
Production - ACREAGE COMMENTS

ATTRIBUTE MAP



WELL SYMBOLS



By: Jane Foster

January 23, 2007



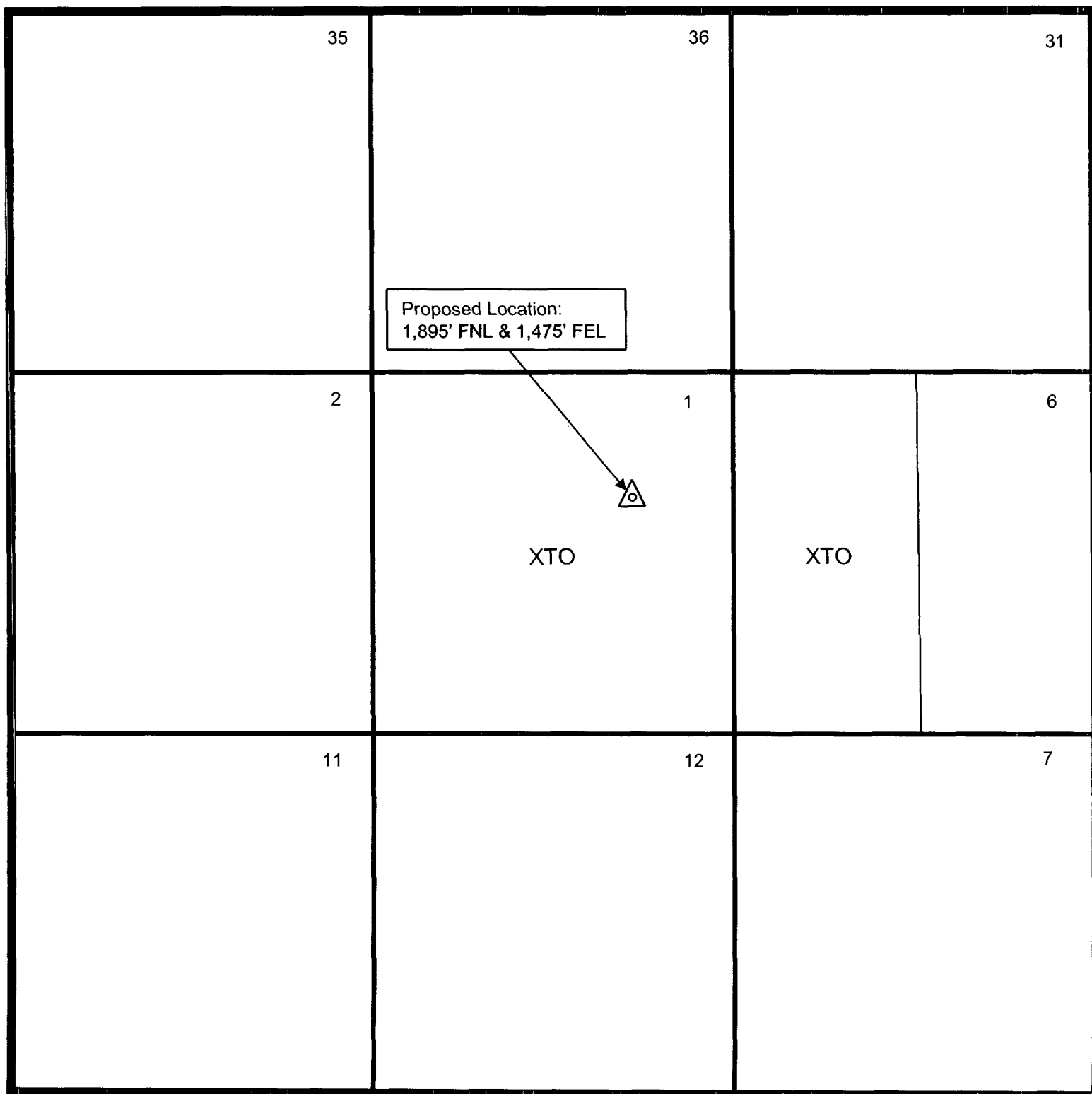
SECTION PLAT OF 9 SQUARE MILES

STATE: New Mexico COUNTY: San Juan

PROSPECT: Pipkin, E.H. #10F DATE: January 24, 2007

SECTION: 1 TOWNSHIP: 27 North RANGE: 11 West

SCALE: 1"=2000'



I spoke with Ryan O'Kelley on 2/26/2007. He verified that the interest ownership between the SW/4 NE/4 and the affected offset acreage, the SE/4 NE/4 is common throughout, including working, royalty and overriding royalty. He also conveyed to me that these two quarter-quarter sections comprise a single Federal Lease No. SF-078019.

David Catanach

Engineer

2/26/2007