

ABOVE THIS LINE FOR DIVISION USE ONLY

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



XTO Energy INC
UTE Mountain K #2

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 *Refer 5/12*
 [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

RECEIVED
 2008 APR 21 PM 3 42

[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.

Christopher Spencer
Print or Type Name

Christopher Spencer
Signature

Senior Landman
Title

04/18/2008
Date

christopher_spencer@xtoenergy.com
e-mail Address



April 18, 2008

**VIA U. S. EXPRESS
OVERNIGHT MAIL**

Mr. David Catanach
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 Ute Mountain Tribal K No. 2
360' FNL and 865' FEL (NE/4 NE/4)
Section 33, T32N, R14W
San Juan County, New Mexico
Ute Dome Paradox Formation

Dear Mr. Catanach:

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 Paradox gas producing wells

*Pool - 2.7.07
TD -
completed?*

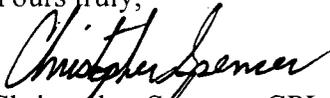
The above referenced well is proposed to be drilled as a Ute Dome Paradox well spaced as a 640 acre unit. The proposed well location is non-standard due to the many drainage issues relating to surrounding terrain. In November, 2007, XTO had an on-site survey conducted for a proposed legal location; however, the Bureau of Land Management objected to the legal location, citing potential drainage problems. The BLM suggested and subsequently approved the current location, pending unorthodox location approval by the NMOCD.

The adjoining offset operator, Burlington Resources Oil and Gas Company, LP, has been notified of this application by certified mail and a copy of the notifying letter and receipt is attached.

*Mr. David Catanach
New Mexico Oil Conservation Division
April 18, 2008
Ute Mountain Tribal K No. 2
Page Two*

XTO Energy Inc. hereby requests your administrative approval for the unorthodox location based on the information provided herewith. Should you need any additional information, please contact me at (817) 885-2540.

Yours truly,



Christopher Spencer, CPL
Senior Landman

/cks

Enclosures

cc: Mr. Robert Helton
Burlington Resources Oil & Gas Company LP
P O Box 4289
Farmington NM 87499

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

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

DISTRICT III
1000 Rio Brazos 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		³ Pool Name		
⁴ Property Code		⁵ Property Name			⁶ Well Number	
		UTE MOUNTAIN TRIBAL K			2	
⁷ OGRID No.		⁸ Operator Name			⁹ Elevation	
		XTO ENERGY INC.			6072	

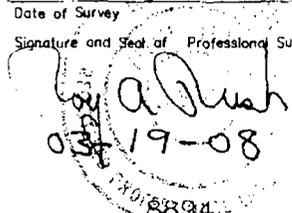
¹⁰ Surface Location

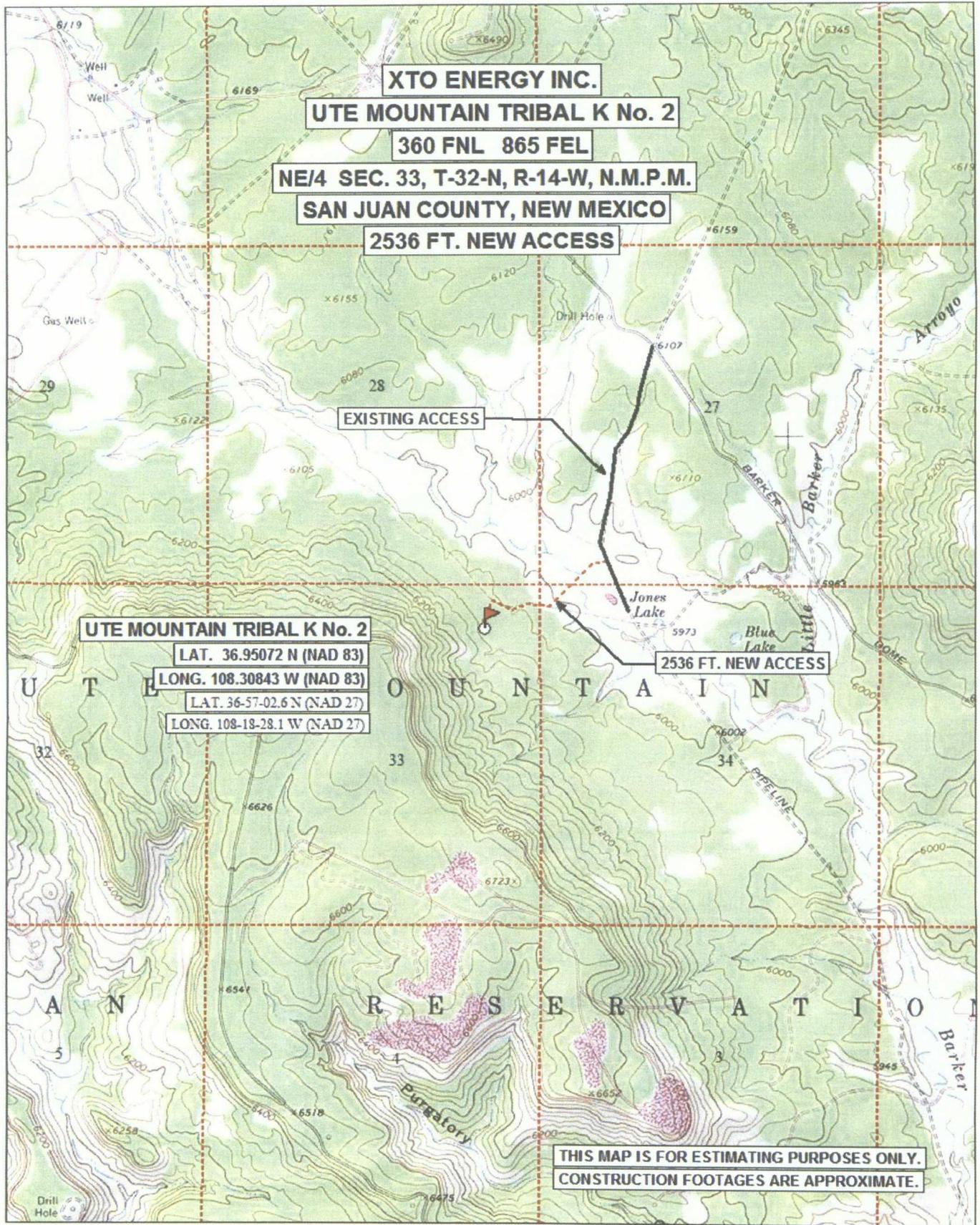
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
A	33	32-N	14-W		360	NORTH	865	EAST	SAN JUAN

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			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	FD. 3 1/4" AC. 1986 B.L.M.	N 89-44-58 W 2649.51' (M)	17	<p>OPERATOR CERTIFICATION</p> <p>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 unleased 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.</p> <p>Signature _____ Date _____</p> <p>Printed Name _____</p>
	<p>SURFACE LOCATION</p> <p>LAT: 36.95072° N. (NAD 83) LONG: 108.30843° W. (NAD 83)</p> <p>LAT: 36°57'02.6" N. (NAD 27) LONG: 108°18'28.1" W. (NAD 27)</p>			
33				<p>18 SURVEYOR CERTIFICATION</p> <p>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.</p> <p>DECEMBER 14, 2007</p> <p>Date of Survey _____</p> <p>Signature and Seal of Professional Surveyor: </p> <p>Certificate Number _____</p>

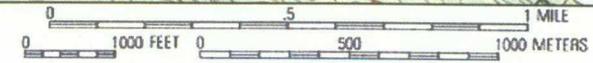


XTO ENERGY INC.
UTE MOUNTAIN TRIBAL K No. 2
360 FNL 865 FEL
NE/4 SEC. 33, T-32-N, R-14-W, N.M.P.M.
SAN JUAN COUNTY, NEW MEXICO
2536 FT. NEW ACCESS

UTE MOUNTAIN TRIBAL K No. 2
LAT. 36.95072 N (NAD 83)
LONG. 108.30843 W (NAD 83)
LAT. 36-57-02.6 N (NAD 27)
LONG. 108-18-28.1 W (NAD 27)

2536 FT. NEW ACCESS

THIS MAP IS FOR ESTIMATING PURPOSES ONLY.
CONSTRUCTION FOOTAGES ARE APPROXIMATE.



XTO ENERGY INC.
UTE MOUNTAIN TRIBAL K NO. 2
SEC. 33, T-32-N, R-14-W, N.M.P.M.
SAN JUAN COUNTY, NEW MEXICO

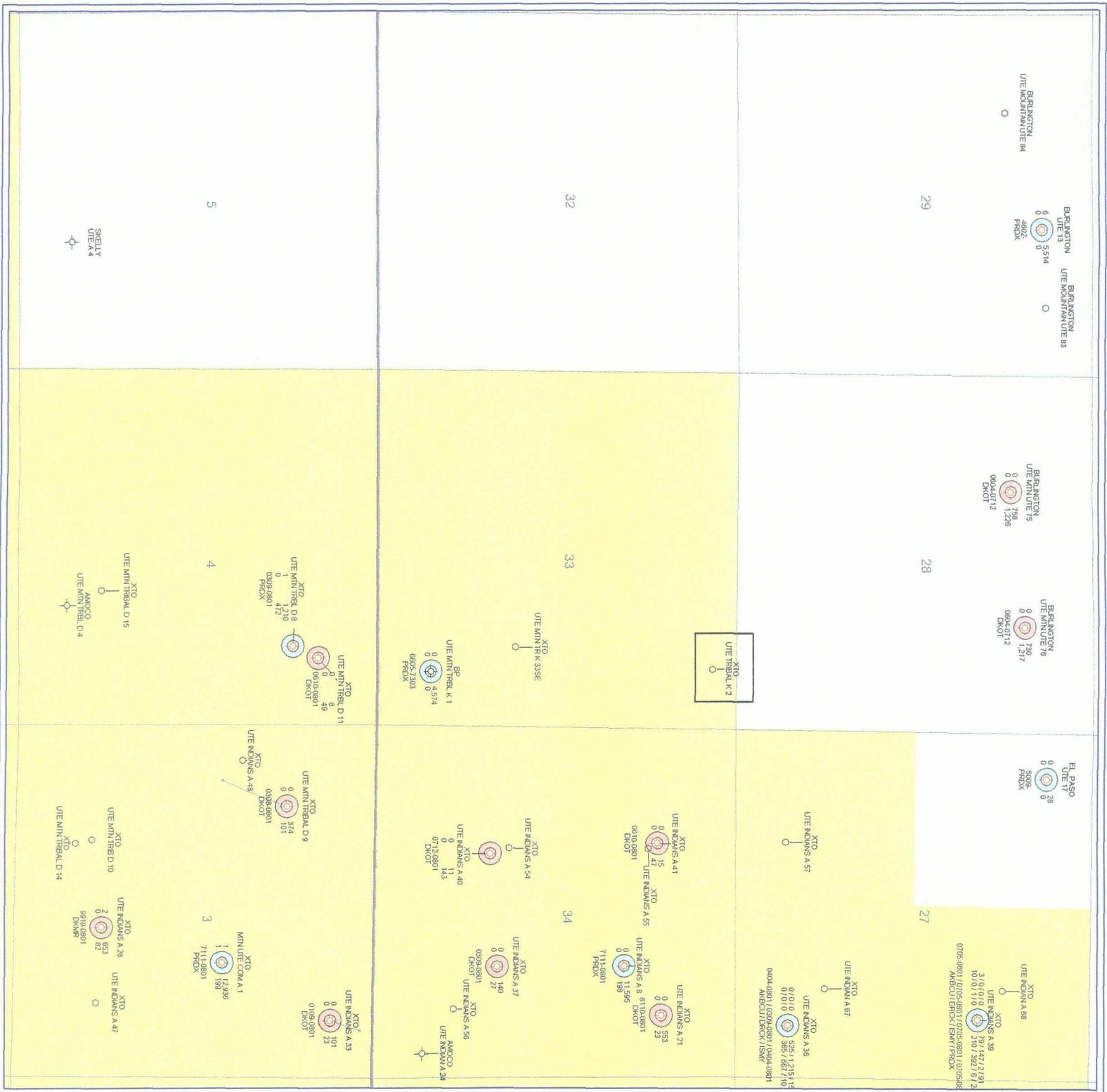


57°01'67" N 108°18'25"61" W elev. 6057 ft
© 2008 Tele Atlas
Streaming 100%



Daggett Enterprises, Inc.
Surveying and Oil Field Services
P. O. Box 15068 Farmington, NM 87401
Phone (505) 326-1772 Fax (505) 326-6019

PAGE 1 OF 1	CADFILE: CRT08AM01
DRAWN BY: A.G.	ROW#: CR708
	DATE: 04/18/08



XTO ENERGY INC.

SAN JUAN BASIN

SEC 33 T32N R14W

CUM PROD @ 1/2008

Rio Arriba County, N.M.

Ratio Scale = 1 : 24,000



POSTED WELL DATA

Operator
Well Label

Production - OIL/GAS/WATER
Production - OIL/GAS/WATER
Production - OIL/GAS/WATER
Production - OIL/GAS/WATER

ATTRIBUTE MAP



WELL SYMBOLS



By: Jane Foster
April 14, 2008



April 18, 2008

VIA CERTIFIED U. S. MAIL

Mr. Robert Helton
Burlington Resources Oil & Gas Company LP
PO Box 4289
Farmington NM 87499

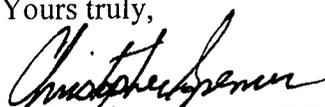
Re: Application for Administrative Approval of Unorthodox Location
XTO Energy Inc.'s Ute Mountain Tribal K No. 2
360' FNL and 865' FEL (NE/4 NE/4)
Section 33, T32N, R14W
San Juan County, New Mexico
Ute Dome Paradox Formation

Dear Mr. Helton:

Enclosed is a copy of the above captioned application that has been sent to the New Mexico Oil Conservation Commission for administrative approval. If there is no objection to XTO's request for approval of unorthodox location for the captioned well, please so indicate by signing below and returning one copy of this letter to my attention at the letterhead address. Should Burlington Resources not agree with the request, please notify the NMOCD within 20 days of the date of this application.

If you should have any questions concerning the application, please contact me at (817) 885-2540.

Yours truly,


Christopher Spencer, CPL
Senior Landman

/cks

Encl.

cc: Mr. David Catanach, NMOCD

Burlington Resources Oil and Gas Company LP hereby waives notice of hearing and objection to the application by XTO Energy Inc. for the non-standard location for the Ute Mountain Tribal K No. 2 Well, as depicted on the enclosed plat.

By: _____
Printed Name: _____
Date: _____

U.S. Postal Service
CERTIFIED MAIL RECEIPT
(Domestic Mail Only, No Insurance Coverage Provided)

For delivery information visit our website at www.usps.com

OFFICIAL USE

7007 3020 0000 1542 7608

Postage	\$	Postmark Here
Certified Fee		
Return Receipt Fee (Endorsement Required)		
Restricted Delivery Fee (Endorsement Required)		
Total Postage & Fees	¢	

Sent to
Street,
or PO
City, S
MR. ROBERT HELTON
BURLINGTON RESOURCES OIL &
GAS COMPANY LP
PO BOX 4289
FARMINGTON NM 87499

PS: For instructions