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Form C-145 August 1, 2011

Permit 201783

District I 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720 District II 811 S. First SL, Artesia, NM 88210 Phone: (575) 748-1283 Fex (575) 748-9720 District III 1000 Rio Brazos Rd., Aztac, NM 87410 Phone:(505) 334-8178 Fax:(505) 334-8170 District IV 1220 S. SI Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3470 Fax: (505) 476-3462

State of New Mexico **Energy, Minerals and Natural** Resources Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505 **Change of Operator**

New Operator Information Previous Operator Information Effective on the date of approval by the OCD OGRID: 14538 ngRID: XTO ENERGY, INC BURLINGTON RESOURCES OIL & GAS COMPANY LP Name: Neme: XTO Energy, Inc. Address 3401 E. 30TH STREET Address PO Box 6501 Englewood, CO 80155 City, State, Zip: FARMINGTON, NM 87402 City, State, Zip:

I hereby certify that the rules of the Oil Conservation Division have been complied with and that the information on this form and the certified list of wells is true to the best of my knowledge and belief.

Additionally, by signing below, XTO ENERGY, INC certifies that it has read and understands the following synopsis of applicable rules.

PREVIOUS OPERATOR certifies that all below-grade tanks constructed and installed prior to June 16, 2008 associated with the selected wells being transferred are either (1) in compliance with 19.15.17 NMAC, (2) have been closed pursuant to 19.15.17.13 NMAC or (3) have been retrolitted to comply with Paragraphs 1 through 4 of 19.15.17.11(I) NMAC.

XTO ENERGY, INC understands that the OCD's approval of this operator change:

1. constitutes approval of the transfer of the permit for any permitted pit, below-grade tank or closed-toop system associated with the

2. constitutes approval of the transfer of any below-grade tanks constructed and installed prior to June 16, 2008 associated with the selected wells, regardless of whether the transferor has disclosed the existence of those below-grade tanks to the transferee or to the OCD, and regardless of whether the below-grade tanks are in compliance with 19.15.17 NMAC.

As the operator of record of wells in New Mexico, XTO ENERGY, INC agrees to the following statements:

1. I am responsible for ensuring that the wells and related facilities comply with applicable statutes and rules, and am responsible for all regulatory filings with the OCD. I am responsible for knowing all applicable statutes and rules, not just the rules referenced in this list. I understand that the OCD's rules are available on the OCD website under "Rules," and that the Water Quality Control Commission rules are available on the OCD website on the "Publications" page.

2. I understand that if I acquire wells from another operator, the OCD must approve the operator change before I begin operating those wells. See 19,15,9.9.B NMAC. I understand that if I acquire wells or facilities subject to a compliance order addressing inactive wells or environmental cleanup, before the OCD will approve the operator change it may require me to enter into an enforceable agreement to

return those wells to compliance. See 19.15,9.9.C(2) NMAC. 3. I must file a monthly C-115 report showing production for each non-plugged well completion for which the OCD has approved an allowable and authorization to transport, and injection for each injection well. See 19.15.7.24 NMAC. I understand that the OCD may cancel my authority to transport from or inject into all the wells I operate if I fall to file C-115 reports. See 19.15.7.24.C NMAC.

I understand that New Mexico requires wells that have been inactive for certain time periods to be plugged or placed on approved temporary abandonment. See 19.15.25.8 NMAC. I understand the requirements for plugging and approved temporary abandonment in 19.15.25 NMAC. I understand that I can check my compliance with the basic requirements of 19.15.25.8 NMAC by using the "inactive

5. I must keep current with financial assurances for well plugging. I understand that New Mexico requires each state or fee well that has been inactive for more than two years and has not been plugged and released to be covered by a single-well financial assurance, even if the well is also covered by a blanket financial assurance and even if the well is on approved temporary abandonment status. See 19.15.8.9.C NMAC. I understand that I can check my compliance with the single-well financial assurance requirement by using the "Inactive Well Additional Financial Assurance Report" on the OCD's website.

I am responsible for reporting releases as defined by 19.15.29 NMAC. I understand the OCD will look to me as the operator of record to take corrective action for releases at my wells and related facilities, including releases that occurred before I became operator of record.

7. I have read 19.15.5.9 NMAC, commonly known as "Part 5.9," and understand that to be in compliance with its requirements I must have the appropriate financial assurances in place, comply with orders requiring corrective action, pay penalties assessed by the courts or agreed to by me in a settlement agreement, and not have too many wells out of compliance with the inactive well rule (19:15,25.8 NMAC). If I am in violation of Part 5.9. I may not be allowed to drill, acquire or produce any additional wells, and will not be able to obtain any new injection parmits. See 19.15.16.19 NMAC, 19.15.26.8 NMAC, 19.15.9.9 NMAC and 19.15.14.10 NMAC. If I am in violation of Part 5.9 the OCD may, after notice and hearing, revoke my existing injection permits. See 19.15.26.8 NMAC.

8. For injection wells, I understand that I must report injection on my monthly C-115 report and must operate my wells in compliance with 19.15.26 NMAC and the terms of my injection permit. I understand that I must conduct mechanical integrity lests on my injection wells at least once every five years. See 19.15.26.11 NMAC. I understand that when there is a continuous one-year period of non-injection into all wells in an injection or storage project or into a saltwater disposal well or special purpose injection well, authority for that injection automatically terminates. See 19.15.26.12 NMAC. I understand that if I transfer operation of an injection well to another operator, the OCD must approve the transfer of authority to inject, and the OCD may require me to demonstrate the well's mechanical integrity prior to

9. I am responsible for providing the OCD with my current address of record and emergency contact information, and I am responsible for updating that information when it changes. See 19.15.9.8.C NMAC. I understand that I can update that information on the OCD's website

10. If I transfer well operations to another operator, the OCD must approve the change before the new operator can begin operations. See 19.15.9.9.B NMAC. I remain responsible for the wells and related facilities and all related regulatory fillings until the OCD approves the operator change. I understand that the transfer will not relieve me of responsibility or liability for any act or omission which occurred while I operated the wells and related facilities.

Previous Op	eraur O	New Operal Signature:	Dune & Montano
	Dollie L. Busse	Printed Name:	Diane G. Montano
Printed Name		Tille:	Mar. Eng Support : Regulatory Congl.
Title:	3/24/15 Phone: 505-324-6104	Date:	3-24-15 Phone: 303-397-3600

OCD Permitting

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 District II District III

District III

District III

District III

District III 1000 Rio Brazos Rd., Azlec, NM 87410 Phone: (505) 334-6176 Fax: (505) 334-6170 District IV 1229 S. St Francis Dr., Santa Fe, NM 87505 Phone: (505) 478-3470 Fax: (505) 478-3462

State of New Mexico **Energy, Minerals and Natural** Resources Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

Wells Selected for Transfer

Pennit 201763 Pennit Status: DRAFT

Wells Selected for Transfer OGRID: 14538 From: BURLINGTON RESOURCES OIL & GAS COMPANY LP OGRID: 5380 To: XTO ENERGY, INC

OCD District: Aztec

Property	Well	Lease Type		OCD Unit		Well Type	Pool ID	Pool Name	Lest Prod/Inj	Additions Bonding
7818	UTE #014	U	B-21-32N-14W		30-045-11382	G	71660	BARKER DOME- PARADOX POOL SEE F9	01/15	0
	UTE #006	U	M-17-32N- 14W	М	30-045-11395	G	71560	BARKER DOME- PARADOX POOL SEE F9	01/15	0
	UTE #008	U	U00-15-32N-	L	30-045-11410	G	97582	WC BARKER DOME HONAKER TRAIL	01/15	0
	UTE #008	U	U00-15-32N- 14	L	30-045-11410	G	71560	BARKER DOME- PARADOX POOL SEE F9	01/15	
	UTE #012	U	F-16-32N-14W	F	30-045-11426	G	71560	BARKER DOME- PARADOX POOL SEE F9	01/15	0
	UTE #001	Ū	U00-11-32N-	M	30-045-11475	S	71560	BARKER DOME- PARADOX POOL SEE F9	01/15	0
	UTE#001	- lu	U00-11-32N-	M	30-045-11475	s	96162	SWD;MORRISON BLUFF ENTRADA	01/15	
	UTE #004	Ü	N-10-32N- 14W	N	30-045-11479	G	71560	BARKER DOME- PARADOX POOL SEE F9	01/15	0
	UTE #024	Ü	U00-20-32N-	E	30-045-29156	G	71560	BARKER DOME- PARADOX POOL SEE F9	01/15	0
	UTE #027	U	U00-16-32N-	t	30-045-2927	G	96354	BARKER DOME;ISMAY (G)	01/15	0
	UTE #027	u	U00-16-32N-	L	30-045-2927	3 G	97582	WC BARKER DOME HONAKER TRAIL		
	UTE #027		1060 A					BARKER DOME;DESERT	01/15	
	UTE #022	Deat	e April20 8	_				PICCREEK (G) BARKER DOME; DESERT CREEK (G)	01/15	O

0 **Total Additional bond**

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Comments

Permit 201783

CHANGEOP COMMENTS

Operator: BURLINGTON RESOURCES OIL & GAS COMPANY LP	OGRID: 14538
3401 E. 30TH STREET FARMINGTON, NM 87402	Permit Number: 201783
	Permit Type: ChangeOp

Comments

Created By	Comment	Comment Date

There are no Comments for this Permit