FORM APPROVED Forth 3160-3 OMB No. 1004-0136 (August 1999) Expires November 30, 2000 UNITED STATES 5. Thase Serial No. DEPARTMENT OF THE INTERIOR NMSF-078641 BUREAU OF LAND MANAGEMENT 6. If Indian, Allottee or Tribe Name PLICATION FOR PERMIT TO DRILL OR REENTER NA? 7. If Unit or CA Agreement, Name and No. Type of Work: DRILL ☐ REENTER 8. Lease Name and Well No. Multiple Zone Oil Well Gas Well ☐ Single Zone Berger 3 E Type of Well: 9. API Well No. Name of Operator XTO Energy Inc. 3/656 30-045-3a. Address 2700 Farmington Ave., Bldg. K-1 3b. Phone No. (include area code) 10. Field and Pool, or Exploratory (505) 324-1090 Gallegos Gallup & Basin Dakota Farmington, NM 87401 11. Sec., T., R., M., or Blk. and Survey or Area Location of Well (Report location clearly and in accordance with any State requirements.*) 1900' FSL & 990' FWL 22-26n-11w NMPM At proposed prod. zone Same 12. County or Parish 13. State 14. Distance in miles and direction from nearest town or post office* San Juan 17 air miles S of Bloomfield, New Mexico NM Distance from proposed* 16. No. of Acres in lease 17. Spacing Unit dedicated to this well location to nearest property or lease line, ft. 40 (Gall: 45VSW/ & 320 (Dak.: 1.147 1.600 (Also to nearest drig. unit line, if any) 19. Proposed Depth 20. BLM/BIA Bond No. on file 18. Distance from proposed location* te nearest well, drilling, completed, 2.713 BLM nation wide: 57 91 73 6.700'applied for, on this lease, ft. Elevations (Show whether DF, KDB, RT, GL, etc.) 22. Approximate date work will start* 23. Estimated duration 6,265' ungraded May 1, 2003 12 days to drill 24. Attachments The following, completed in accordance with the requirements of Onshore Oil and Gas Order No.1, shall be attached to this form: 1. Well plat certified by a registered surveyor. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above). 2. A Drilling Plan. Operator certification. A Surface Use Plan (if the location is on National Forest System Lands, the Such other site specific information and/or plans as may be required by the SUPO shall be filed with the appropriate Forest Service Office). authorized officer. Comments DRILLING OPERATIONS AUTHORIZED ARE SUBJECT TO COMPLIANCE WITH ATTACHED "GENERAL REQUIREMENTS". This action is subject to technical and procedural review pursuant to 43 CFR 3165.3 and appeal pursuant to 43 CFR 3165.4 cc: BIA, BLM (& OCD), NAPI, Patton, Tribe 25. Signature Name (Printed/Typed) Date 4-24-03 **Brian Wood** Title Phone: 505 466-8120 Consultant FAX: 505 466-9682 Approved by (Signature) J. Mankiewicz Title Office Application approval does not warrant or certify the the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon Conditions of approval, if any, are attached.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United

States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

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

State of New Mexico Energy, Minerals & Natural Resources Department

Form C-102 Revised August 15, 2000

DISTRICT II 817 South First, Artesia, N.M. 88210

DISTRICT III 1000 Rio Brazos Rd., Aztec, N.M. 87410 OIL CONSERVATION DIVISION 2040 South Pacheco Santa Fe, NM 87505

Submit to Appropriate District Office State Lease — 4 Copies Fee Lease - 3 Copies

☐ AMENDED REPORT

2040 South Pacheco, Santa Fe, NM 87505

¹API Number GALLEGOS GALLUP & BASIN DAKOTA 26980 & 71599 4 Well Number ⁸ Property Name ⁴ Property Code 3E

WELL LOCATION AND ACREAGE DEDICATION PLAT

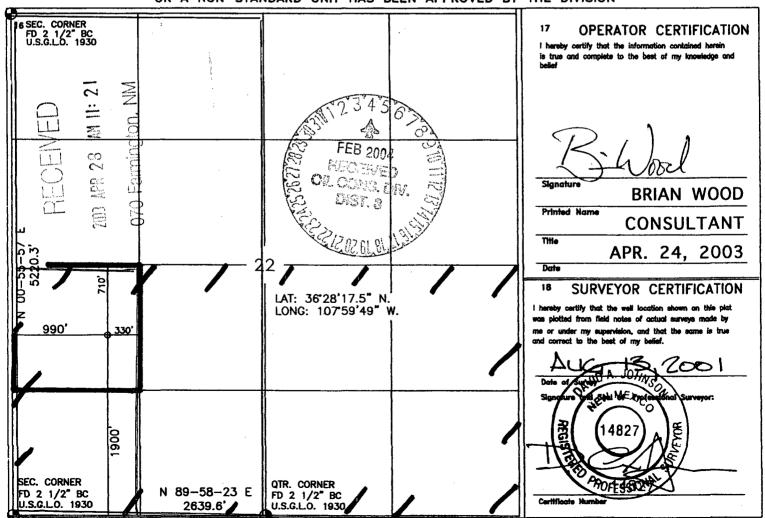
BERGER ⁸ Elevation OGRID No. Operator Name 167067 6265' XTO ENERGY INC. ¹⁰ Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
L.	22	26-N	11-W		1900	HTUO	. 990.	- WEST -	SAN JUAN

11 Rollom Hole Location of 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	& 32		¹³ Joint or I	nfill	¹⁴ Consolidation Co	ode	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



XTO Energy Inc.

Berger 3 E
1900' FSL & 990' FWL

Sec. 22, T. 26 N., R. 11 W.

San Juan County, New Mexico

Drilling Program

1. ESTIMATED FORMATION TOPS

Formation Name	GL Depth	KB Depth	Elevation
Nacimiento Fm	000'	12'	+6,265'
Fruitland Fm	900'	912'	+5,365'
Pictured Cliffs Sandstone	1,505'	1,517'	+4,760'
Lewis Shale	1,645'	1,657'	+4,620'
Mesa Verde Sandstone	2,415'	2,427	+3,850'
Mancos Shale	4,235'	4,247'	+2,030'
Gallup Sandstone	5,070'	5,082	+1,195'
Lower Mancos Shale	5,245'	5,257'	+1,020'
Greenhorn Limestone	5,955'	5,967'	+310'
Dakota Sandstone	6,075'	6,087'	+190'
Morrison Formation	6,365'	6,377'	-100'
Total Depth (TD)*	6,700'	6,712'	-435'

* all elevations reflect the ungraded ground level of 6,265'

2. NOTABLE ZONES

Gas or Oil Zones	Water Zones	Coal Zones
Fruitland	Nacimiento	Fruitland
Pictured Cliffs	Fruitland	
Gallup		
Dakota		

Water zones will be protected with casing, cement, and weighted mud. Fresh water found while drilling will be recorded. Oil or gas shows will be tested for commercial potential based on the geologist's recommendations.



XTO Energy Inc.
Berger 3 E
1900' FSL & 990' FWL
Sec. 22, T. 26 N., R. 11 W.
San Juan County, New Mexico

3. PRESSURE CONTROL

The drilling contract has not yet been awarded, thus the exact BOP system to be used is not yet known. A typical 2,000 psi stack and manifold are on PAGES 3 and 4. Testing procedures are on the same pages.

4. CASING & CEMENT

	Surface Casing	Production Casing
Interval	0' - 300'	0' - 6700'
Hole Diameter	12-1/4"	7-7/8"
Casing Diameter	8-5/8"	4-1/2"
Weight (pounds/foot)	24	10.5
Grade	J-55	J-55
Coupling	ST&C	ST&C
Collapse Rating (psi)	1370	4010
Burst Rating (psi)	2950	4790
JtStr. (M-lbs)	244	132
I. D. (inches)	8.097	4.052
Drift (inches)	7.972	3.875
SF Coll	9.44	1.28
SF Burst	13.72	1.06
SF Ten	33.89	1.87
Centralizers	3 - 4	20

Casing head will be Larkin Fig 92 or its equivalent, 9" nominal, 2000 psi WP, (4000 psi test) with 8-5/8" 8 rounded thread on bottom, and 11-3/4" 8 rounded thread on top. Tubing head will be Larkin Fig 612 or its equivalent, 2000 psi WP (4000 psi test), 4-1/2" 8 rounded female thread on bottom, and 8-5/8" rounded thread on top.

Surface casing will be cemented to surface with ≈ 185 sacks Type III cement with 2% CaCl₂ + 1/4 pound per sack cello flake mixed with 6.33 gallons of water per sack. Weight = 14.8 pounds/gallon. Volume = 1.34 cubic feet/sack. Total volume = 248 cubic feet based on 100% excess.

