State of New Mexico Submit 3 Copies To Appropriate District Form C-103 Office Energy, Minerals and Natural Resources Revised May 08, 2003 District I WELL API NO. 1625 N. French Dr., Hobbs, NM 87240 30-045-32274 District II **OIL CONSERVATION DIVISION** 1301 W. Grand Ave., Artesia, NM 88210 5. Indicate Type of Lease 1220 South St. Francis Dr. District III Santa Fe, NM 87505 20 21 STATE X 1000 Rio Brazos Rd., Aztec, NM 87410 FEE District IV 6. State Oil & Gas Lease No. 1220 S. St. Francis Dr., Santa Fe, NM 87505 SUNDRY NOTICES AND REPORTS ON TELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEFFEN OR PEUB BASS DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FOR 10-101) FOR SUCH 7. Lease Name or Unit Agreement Name: STATE GAS COM BJ PROPOSALS.) Well Number 1. Type of Well: Oil Well Gas Well X Other 2. Name of Operator 9. OGRID Number XTO Energy Inc. 167067 3. Address of Operator 10. Pool name or Wildcat 2700 Farmington Ave., Bldg. K. Ste 1 Farmington, NM 87401 BASIN FRUITLAND COAL 4. Well Location 1,000' __ feet from the_ 660' SOUTH Unit Letter feet from the line and Township U3 30N Range NMPM County SAN JUAN 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 5,833' GL 12. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PERFORM REMEDIAL WORK PLUG AND ABANDON **REMEDIAL WORK** ALTERING CASING **TEMPORARILY ABANDON** CHANGE PLANS COMMENCE DRILLING OPNS. PLUG AND ABANDONMENT **PULL OR ALTER CASING** MULTIPLE CASING TEST AND COMPLETION **CEMENT JOB** X OTHER: OTHER: WELL SPUD 13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion. XTO Energy Inc. spudded 8-3/4" hole @ 9:30 p.m., 07/11/04. Drld to 233'. TIH w/5 jts, 7", 20.0#, J-55, ST&C csg to 228.45' KB. Cmtd csg w/75 sx Cl "B" cmt w/3% CaCl2 & 1/4 PPS celloflake (mixed @ 15.6 ppg, 1.18 cuft/sx). Circ 10 bbls cmt to surf. PT BOPE & surf csq to 800 psig for 30 min. Held OK. Drlg ahead..... I hereby certify that the information above is true and complete to the best of my knowledge and belief. SIGNATURE_ _ TITLE____ DRILLING ENGINEER 07/14/04 DATE ____ Type or print name JEFF PATTON Telephone No. 505-324-1090 BEPUTY OIL & GAS INSPECTOR, DIST. # JUL 2 3 2004 (This space for State use)

TITLE____

APPROVED BY

Conditions of approval, if any: