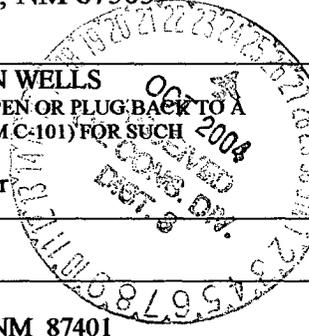


District I 1625 N. French Dr., Hobbs, NM 88240
District II 1301 W. Grand Ave., Artesia, NM 88210
District III 1000 Rio Brazos Rd., Aztec, NM 87410
District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505

OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

WELL API NO. 30-045-32553
5. Indicate Type of Lease STATE [] FEE []
6. State Oil & Gas Lease No. NMSF0079232
7. Lease Name or Unit Agreement Name BOLACK C
8. Well Number 23
9. OGRID Number 167067
10. Pool name or Wildcat OTERO CHACRA & BLANCO MESAVERDE
Pit or Below-grade Tank Application [XX] or Closure []
Pit type Produced Wtr Depth to Groundwater >100' Distance from nearest fresh water well >1 mile Distance from nearest surface water >1 mile
Pit Liner Thickness: 12 mil Below-Grade Tank: Volume 100 bbls; Construction Material EARTHEN



SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)
1. Type of Well: Oil Well [] Gas Well [X] Other []
2. Name of Operator XTO ENERGY INC.
3. Address of Operator 2700 FARMINGTON AVE, SUITE K-1, FARMINGTON, NM 87401
4. Well Location Unit Letter H : 2245 feet from the NORTH line and 665 feet from the EAST line Section 29 Township 27N Range 08W NMPM County SAN JUAN
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 6343' GR
12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK [] PLUG AND ABANDON [] TEMPORARILY ABANDON [] CHANGE PLANS [] PULL OR ALTER CASING [] MULTIPLE COMPL [] OTHER: INSTALL PITS [X]
SUBSEQUENT REPORT OF: REMEDIAL WORK [] ALTERING CASING [] COMMENCE DRILLING OPNS [] P AND A [] CASING/CEMENT JOB [] OTHER: []

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 installed a lined earthen drilling reserve pit that will be reclaimed after drilling is completed on this well. XTO also installed a temporary 100 bbl steel pit for produced water during completion.

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines [], a general permit [] or an (attached) alternative OCD-approved plan [].

SIGNATURE Holly C. Perkins TITLE REGULATORY COMPLIANCE TECH DATE 10/19/04
Type or print name HOLLY C. PERKINS E-mail address: holly_perkins@xtoenergy.com Telephone No. 505-324-1090

For State Use Only APPROVED BY: Denny Fort TITLE DEPUTY OIL & GAS INSPECTOR, DIST. 8 DATE OCT 25 2004
Conditions of Approval (if any):