

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

RECEIVED

FORM APPROVED
OMB NO 1004-0137
Expires July 31, 2010

SUNDRY NOTICES AND REPORTS ON WELLS

JUN 16 2011

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

Farmington Field
Bureau of Land Management

SUBMIT IN TRIPLICATE - Other instructions on page 2

1. Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No NM 048570
2. Name of Operator XTO ENERGY INC.		6. If Indian, Allottee or Tribe Name Office
3a. Address 382 CR 3100 AZTEC, NM 87410	3b. Phone No (include area code) 505-333-3100	7. If Unit or CA/Agreement, Name and/or No. NM/73799
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 815' FNL & 890' FEL NENE SEC. 32 (A) - T29N-R10W		8. Well Name and No SKELLY GAS COM #1
		9. API Well No 30-045-07735
		10. Field and Pool, or Exploratory Area BASIN DAKOTA
		11. County or Parish, State SAN JUAN NM

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input checked="" type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other <u>CSG SOZ</u>
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	<u>VERBAL APPROVAL</u>
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13 Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the final site is ready for final inspection.)

XTO Energy Inc. received verbal approval to repair the casing in this well from Brandon Powell (OOD) @ 2:30 p.m., 6/14/2011; and Troy Salyers (BLM) @ 2:38 p.m., 6/14/2011.

There are casing leaks from 3898'-4120' with an injection rate of 1 BPM at 1,000 psig. Set CIBP @ 4150' and CICR @ 3800'. Pump 200 sxs Type III. Surface squeeze: shoot 3 squeeze holes at 450', establish circulation out bradenhead, squeeze with 130 sxs Type III (110 sxs in annulus). After 24 hours, we will DO & PT the CSG to 550 for 30 min. (See attached XTO Verbal Approval Form).

Verbal approval for the C-144 CLEZ Pit Permit was given by Brandon Powell @ 2:30 p.m., 6/14/2011.

BLM'S APPROVAL OR ACCEPTANCE OF THIS ACTION DOES NOT RELIEVE THE LESSEE AND OPERATOR FROM OBTAINING ANY OTHER AUTHORIZATION REQUIRED FOR OPERATIONS ON FEDERAL AND INDIAN LANDS

RCVD JUN 24 '11
OIL CONS. DIV.
DIST. 3

14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) BARBARA A. NICOL	Title REGULATORY COMPLIANCE TECHNICIAN
Signature <i>Barbara A Nicol</i>	Date 06/15/2011

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by <i>Troy L Salyers</i>	Title PE	Date 6/22/11
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.	Office FFO	

Title 18 U.S.C. Section 1001, and Title 43 U.S.C. Section 1212, makes 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.

NMOC

XTO Verbal Approval Form

Well Name	Well #	API #	County/State	XTO Employee Requesting Verbal Approval
Skelly Gas Com	1	30-045-07735	San Juan/NM	Derick Lucas
Detailed Description of Proposed Action Requiring Verbal Approval				
There are casing leaks from 3898'-4120' with an injection rate of 1 BPM at 1,000 psig. Set CIBP at 4150' and CICR at 3800'. Pump 200 sxs Type III.				
Surface squeeze: shoot 3 squeeze holes at 450', establish circulation out bradenhead, squeeze with 130 sxs Type III (110 sxs in annulus).				
After 24 hours, we will DO and PT the csg to 550 for 30 min.				
Name of Agency	Verbal Approval Given By	Date/Time of Verbal Approval	COA's	
OCD	Brandon Powell	6/14/2011 - 2:30 pm		
BLM	Troy Salyers	6/14/2011 - 2:38 pm		
Is Pit Permit C144-CLEZ Required? (NM only)	Verbal Pit Approval Given By	Date/Time of Pit Verbal Approval	COA's	
Yes	Brandon Powell	6/14/2011 - 2:30 pm		