

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB NO 1004-0135
Expires July 31, 2010

SUNDRY NOTICES AND REPORTS ON WELLS
Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE - Other instructions on reverse side.

| | | |
|--|--|---|
| 1 Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other | | 5 Lease Serial No NMNM03554 |
| 2 Name of Operator XTO ENERGY INC | | 6 If Indian, Allottee or Tribe Name |
| 3a Address 382 ROAD 3100 AZTEC, NM 87410 | | 7 If Unit or CA/Agreement, Name and/or No |
| 3b Phone No (include area code) Ph: 505.999.9999 | | 8 Well Name and No BREECH C 244G |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 14 T26N R6W 660FNL 945FWL 36.492690 N Lat, 107.442910 W Lon | | 9 API Well No 30-039-30652-00-X1 |
| | | 10 Field and Pool, or Exploratory Multiple--See Attached |
| | | 11 County or Parish, and State RIO ARRIBA COUNTY, 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"/> Subsequent Report | <input type="checkbox"/> Deepen |
| <input type="checkbox"/> Final Abandonment Notice | <input type="checkbox"/> Alter Casing |
| | <input type="checkbox"/> Fracture Treat |
| | <input type="checkbox"/> Casing Repair |
| | <input type="checkbox"/> New Construction |
| | <input type="checkbox"/> Change Plans |
| | <input type="checkbox"/> Plug and Abandon |
| | <input type="checkbox"/> Convert to Injection |
| | <input type="checkbox"/> Plug Back |
| | <input type="checkbox"/> Production (Start/Resume) |
| | <input type="checkbox"/> Reclamation |
| | <input type="checkbox"/> Recomplete |
| | <input type="checkbox"/> Temporarily Abandon |
| | <input type="checkbox"/> Water Shut-Off |
| | <input type="checkbox"/> Well Integrity |
| | <input checked="" type="checkbox"/> Other |
| | <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 site is ready for final inspection.)

Per conversation with Troy Salyers (BLM) and Brandon Powell (NMOCD), XTO Energy Inc. plans to remediate cement for the above mentioned well per the attached document.

RCVD JAN 11 '12

OIL CONS. DIV.

DIST. 3

CONDITIONS OF APPROVAL

Adhere to previously issued stipulations.

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

| | |
|---|-----------------|
| 14 Thereby certify that the foregoing is true and correct Electronic Submission #127558 verified by the BLM Well Information System For XTO ENERGY INC, sent to the Farmington Committed to AFMSS for processing by TROY SALYERS on 01/09/2012 (12TLS0079SE) | |
| Name (Printed/Typed) | Title |
| Signature (Electronic Submission) | Date 01/09/2012 |

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

| | | |
|---|--------------------------|-------------------|
| Approved By TROY SALYERS | Title PETROLEUM ENGINEER | Date 01/09/2012 |
| 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 Farmington |

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.

**** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ****

NMOCD A

Additional data for EC transaction #127558 that would not fit on the form

10. Field and Pool, continued

BLANCO MESAVERDE

XTO
Verbal Approval Form

| Well Name | Well # | API # | County/State | XTO Employee Requesting Verbal Approval | | | | | | | | | | | | | | | | | | | | | | | | |
|--|------------------------------|----------------------------------|---|---|---|------------------------------|----------------------------------|-------|-----|--------------|--------|---|------|----------------|----------|---|--|--|--|--|--|--|--|--|--|--|--|--|
| Breach C | #244G | 30652 30-039-90664 | Rio Arriba, NM | Matthew Gusdorf | | | | | | | | | | | | | | | | | | | | | | | | |
| Detailed Description of Proposed Action Requiring Verbal Approval | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| <p>Remedial Cement Procedure: Notify BLM that remedial cement operations will take place on the Breach C 244G. MIRU WL. RIH with CIBP set at 4,000'. Perf fr/3,740' to 3,741' with 4 spf, 0.5" hole, 4 holes. Establish circulation with 20 bbls of gel water. RIH with CICR set at 3,700', pump 475 sx 50/50 poz, mixed at 13.5 ppg with 1.28 cf/sx yield and 100 sx Type III, mixed at 14.8 ppg with 1.18 cf/sx yield. Displace with 12 bbls water. Sd unlatch from CICR, TOH with tbq 1 stand, reverse out. WOC. Schedule CBL.</p> | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| <p>Total Volume = 725 Ft³</p> <p>7 7/8" hole 5 1/2" casing factor = 5.7719 Ft / Ft³ $\left(\frac{3780}{5.7719} \right) = 655 \text{ Ft}^3 \text{ needed}$</p> <p>Current TOC = 3780 Ft</p> | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| <p>Excess ≈ 10% ✓ $\left(\frac{725}{655} \right) \text{ Ft}^3 - 1 \times 100\%$ TL Salyers 1/9/2012</p> | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
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