BUR	UNITED STATE ARTMENT OF THE I EAU OF LAND MAN	FORM APPROVED OMB No. 1004-0137 Expires July 31, 2010  5 Lease Serial No Fee 6 If Indian, Allottee or Tribe Name N/A				
Do not use this f SarahandoFedovæ¶o	OTICES AND REPO orm for proposals to Use Form 3160-3 (A					
	IN TRIPLICATE – Other	7 If Unit of CA/Agreement, Name and/or No NMNM-73900/NMNM-73499				
Type of Well Oil Well  Gas W	ell Other	8 Well Name and No Gerk Gas Com B #1M				
2 Name of Operator KTO ENERGY INC				9 API Well No 30-045-24953		
Ba Address BB2 ROAD 3100 AZTEC, NM 87410		3b Phone No <i>(include area co</i> 505-333-3100	de)	10 Field and Pool or E BASIN DAKOTA/BLA		
Location of Well (Footage, Sec., T., IESW, SEC. 19 (N), T 29 N, R 9 W, N M P M 60' FSL & 790' FWL	R <sub>,M,</sub> or Survey Description)	II Country or Parish, State San Juan, NM				
12 CHEC	K THE APPROPRIATE BO	X(ES) TO INDICATE NATUR	E OF NOTIC	CE, REPORT OR OTHE	R DATA	
TYPE OF SUBMISSION		TY	ION			
Notice of Intent  Subsequent Report	Acidize Alter Casing Casing Repair	Deepen Fracture Treat New Construction	Recla	uction (Start/Resume) imation mplete	Water Shut-Off Well Integrity Other METER	
Final Abandonment Notice	Change Plans Convert to Injection			oorarily Abandon r Disposal	VARIANCE	
13 Describe Proposed or Completed Or the proposal is to:deepen directions Attach the Bond under which the w following completion of the involv testing has been completed. Final determined that the site is ready for	ally or recomplete horizontally or will be performed or project operations. If the operation of the operatio	ly, give subsurface locations and wide the Bond No on file with E on results in a multiple completion	measured an BLM/BIA R on or recomp	d true vertical depths of equired subsequent repo- letion in a new interval,	all pertinent markers and zones orts must be filed within 30 days a Form 3160-4 must be filed once	
XTO Energy Inc would like to reque mcfd). XTO Energy Inc proposes to			quarterly me	ter calibration. Due to	o low volume (less than 100	

14 I hereby certify that the foregoing is true and correct Name (Printed/Typed)		
Malia Villers T	tle Permitting Tech.	
Signature Malia Willes D	ate 8 · 10 · 12	
THIS SPACE FOR FEDERA	AL OR STATE OFFICE USE	ENTERED
Approved by	Title	Date AUG 2 4 2012
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certitat the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.		BY_falk_J_Schneider
Title 18 U S C Section 1001 and Title 43 U S C Section 1212, make it a crime for any person fictitious or fraudulent statements or representations as to any matter within its jurisdiction	n knowingly and willfully to make to any dep	partment or agency of the United States any false,

(Instructions on page 2)

PAPALONEO

## Well and Notice Remarks

Doc. Number 12KJS1103S	Doc Type VARI	NMNN	se Number 173499 173900		Type 318310 318310	Name GERK G	AS COM B
API 300452495300D1 300452495300D2 FACILITY	GERK GA GERK GA GERK GA	S COM B	1M 1M 1M	Number	X.	Operator TO ENERGY TO ENERGY TO ENERGY	' INC
Doc Number 12KJS1103S	Date 08/24/2012	Author KEVIN SCHNEID	)ER		VARI	Subject	Category APPROVAL

Category GENERAL

Date 08/24/2012

Variance to Onshore Order #5, for semi-annual gas meter calibrations in accordance with NTL 92-5. Wells produce Less than 100 MCFD. Approval is indefinite and will remain in effect until production no longer meets the requirement of NTL 92-5 or is rescinded by the BLM by writtnen notice.