

Submit 3 Copies To Appropriate District
Office
District I
1625 N. French Dr., Hobbs, NM 87240
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

State of New Mexico
Energy, Minerals and Natural Resources

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

Form C-103

June 19, 2008

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| WELL API NO. 30-045-24376 |
| 5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input type="checkbox"/> |
| 6. State Oil & Gas Lease No. NMSF078019 |
| 7. Lease Name or Unit Agreement Name: EH PIPKIN |
| 8. Well Number #5E |
| 9. OGRID Number 5380 |
| 10. Pool name or Wildcat Basin Dakota / Kutz Gallup |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 5739 GR |

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 <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other |
| 2. Name of Operator XTO Energy Inc. |
| 3. Address of Operator 382 CR 3100 AZTEC, NM 87410 |
| 4. Well Location Unit Letter J : 1520' feet from the SOUTH line and 1820' feet from the EAST line Section 36 Township 28N Range 11W NMPM NMPM County SAN JUAN |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 5739 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 ☐
DOWNHOLE COMMINGLE ☒

OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☐
CASING/CEMENT JOB ☐
**RCVD OCT 29 '12
OIL CONS. DIV.
DIST. 3**

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 Inc. requests approval to DHC this well per the OCD Rule 19.15.12.11 C(2) in the Basin DK (71599) & the Kutz GA (36550) upon completion. Pools are pre-approved per Order R-11363. Please see attached spreadsheet for justification of the following proposed allocations:

| | | | | | | |
|-----|------|-----|------|-----|--------|-----|
| DK: | Oil: | 1% | Gas: | 30% | Water: | 28% |
| GA: | Oil: | 99% | Gas: | 70% | Water: | 72% |

Ownership is common in both zones; therefore notification was not necessary. DHC will offer an economical method of production while protecting against reservoir damage, waste of reserves & violation of correlative rights. The BLM was notified of our intent to DHC via Form 3160-5 on 10/26/2012.

Spud Date:

Rig Release Date:

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Kristen D. Lynch TITLE REGULATORY ANALYST DATE 10/26/2012
Type or print name KRISTEN D. LYNCH E-mail address: kristen_lynch@xtoenergy.com PHONE 505-333-3206

For State Use Only

APPROVED BY [Signature] TITLE Deputy Oil & Gas Inspector, District #3 DATE NOV 06 2012
Conditions of Approval (if any): AV