

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

Form C-103  
May 27, 2004

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

|                                                                                          |
|------------------------------------------------------------------------------------------|
| WELL API NO.<br><b>30-039-29656</b>                                                      |
| 5. Indicate Type of Lease<br>STATE <input type="checkbox"/> FEE <input type="checkbox"/> |
| 6. State Oil & Gas Lease No.<br><b>JIC-154</b>                                           |
| 7. Lease Name or Unit Agreement Name:<br><b>JICARILLA APACHE</b>                         |
| 8. Well Number<br><b>16G</b>                                                             |
| 9. OGRID Number<br><b>167067</b>                                                         |
| 10. Pool name or Wildcat<br><b>BASIN DK / BLANCO MV</b>                                  |

**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:<br>Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other                                                                                                                                                                                                                                |
| 2. Name of Operator<br><b>XTO Energy Inc.</b>                                                                                                                                                                                                                                                                                           |
| 3. Address of Operator<br><b>2700 Farmington Ave., Bldg. K. Ste 1 Farmington, NM 87401</b>                                                                                                                                                                                                                                              |
| 4. Well Location<br>Unit Letter <b>H</b> : <b>2300</b> feet from the <b>NORTH</b> line and <b>670</b> feet from the <b>EAST</b> line<br>Section <b>34</b> Township <b>26N</b> Range <b>05W</b> NMPM County <b>RIO ARriba</b>                                                                                                            |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc.)<br><b>6606' GR</b>                                                                                                                                                                                                                                                                   |
| Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/><br>Pit type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____<br>Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____ |

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 COMPLETION ☐  
OTHER: DOWNHOLE COMMINGLE ☒

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐  
COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDONMENT ☐  
CASING TEST AND 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 reqsts approval to downhole commingle production from the Basin Dakota (71599) and Blanco Mesaverde (72319) upon completion of drlg. Proposed allocations are based on a 9-section EUR of the surrounding area. Based on avg production, allocations are proposed as:  
Basin Dakota: Oil: 59% Water: 47% Gas: 76% Blanco Mesaverde: Oil: 41% Water: 53% Gas: 24%  
Ownership in these pools is common and notice to owners was unnecessary. Downhole commingling will offer an economical method of production while guarding against reservoir damage, waste of reserves & protection of correlative rights. The BLM was notified of our intent via submittal of form 3160-5 on 4/12/06.

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 NMDCD guidelines ☒ , a general permit ☐ or an (attached) alternative OCD-approved plan ☐

SIGNATURE Holly C. Perkins TITLE REGULATORY COMPLIANCE TECH DATE 4/13/06  
Type or print name HOLLY C. PERKINS E-mail address: Regulatory@xtoenergy.com Telephone No. 505-324-1090

For State Use Only

APPROVED BY [Signature] TITLE DEPUTY OIL & GAS INSPECTOR, DIST. 4 DATE APR 14 2006  
Conditions of Approval, if any: 8