Form 3160-3 (April 2004)

UNITED STATES MAN 7 AM 11 49 DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT FLYED

FORM APPROVED OMB No. 1004-0137 Expires March 31, 2007

٥.	Lease Serial No.
	NMSF-078641

DUDEAU OF LAND.	MANAGEMENTELVED	1	0.00.12	
APPLICATION FOR PERMIT		6. If Indian, Allotee or T	ribe Name	
la. Type of work:	ENTER		7 If Unit or CA Agreemen N/A	nt, Name and No.
lb. Type of Well: ☐Oil Well ☐Gas Well ☐Other	ultiple Zone	8. Lease Name and Well BERGER 68 7		
2. Name of Operator XTO ENERGY INC			9. API Well No. 30-045- 379	પ હ
3a. Address 2700 FARMINGTON AVE., BLDG. K-1 FARMINGTON, NM 87401	3b. Phone No. (include area code (505) 324-1090)	10. Field and Pool, or Explo BASIN FRUITLA	
4. Location of Well (Report location clearly and in accordance of At surface 1820 FSL & 870 FEL At proposed prod. zone SAME	eith any State requirements.*)		11. Sec., T. R. M. or Blk. an 22-26N-11W NMP	·
14. Distance in miles and direction from nearest town or post office 16 AIR MILES SOUTH OF BLOOMFIELD	e*		12. County or Parish SAN JUAN	13. State
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 1,820'	16. No. of acres in lease 1,600	17. Spacing	Unit dedicated to this well	
18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. 208' (BERGER 3)	i	A Bond No. on file NATIONWIDE 57 91 73	3	
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 6,264' GL	22. Approximate date work wil 09/19/2005	l start*	23. Estimated duration 2 WEEKS	
	24. Attachments			

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No.1, shall be attached to this form:

1. Well plat certiffed by a registered surveyor.

2. A Drilling Plan.

3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Soffice Office).

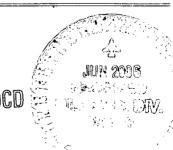
- Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
- 5. Operator certification
- 6. Such other site specific information and/or plans as may be required by the

	authorized officer.	
25. Signature	Name (Printed/Typed) BRIAN WOOD	Date 03/03/2005
Title CONSULTANT		FAX: (505) 466-9682
Approved by (Signature)	Name (Printed/Typed)	Date 19/06
Title Adme Add	Office	¥ 1 1 5 7 5 C
Application approval does not warrant or certify that the applicant h	olds legal or equitable title to those rights in the	subject lease which would entitle the applicant to

Application approval 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.

Conditions of approval, if any, are attached.

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.





^{*(}Instructions on page 2)

DISTRICT 1625 N. French Dr., Hobbs, N.M. 88240

State of New Mexico
Energy, Minerals & Natural Resources Department

Form C-102 Revised June 10, 2003

DISTRICT B 1301 W. Grand Ave., Artesia, N.M. 88210

OIL CONSERVATION DIVISION 1220 South St. Francis Drn 18

Submit to Appropriate District Office State Lease - 4 Copies

1000 Rio Brazos Rd., Aztec, N.M. 87410

PM 1 02

Fee Lease - 3 Copies

DISTRICT IV 1220 South St. Francis Dr., Sonta Fe, NM 87505

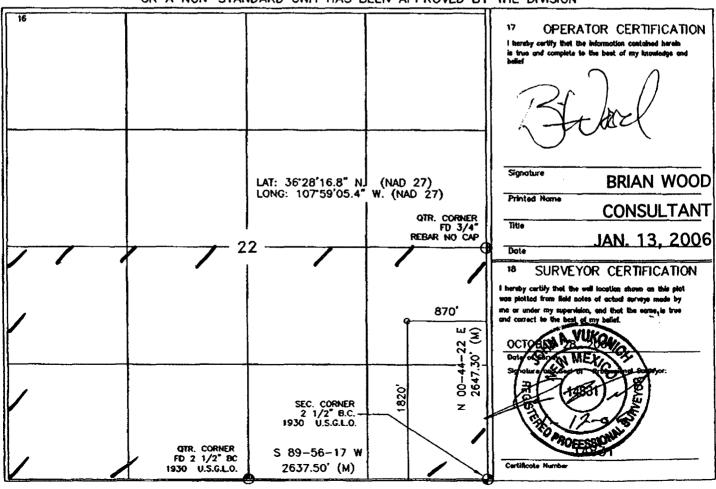
RECEIVED

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

.30-045-32946 71629				BASIN FRUITLAND COAL					
⁴ Property Co	de	Property No				lame		• γ	Vell Humber
22 (0	(o)	- BE				RGER •			7S
OGRID No.					Operator h	¥ame			Devation
16706	7	. XTO ENERGY INC.							6264
					¹⁰ Surface	Location			
UL or lot no.	Section	Township	Range	Lot ldn	Feet from the	North/South line	Feet from the	East/West line	County
i	22	26-N	11-W	1 _	1820	SOUTH	870	EAST	SAN JUAN
			" Bott	om Hole	Location	If Different Fr	om Surface		<u> </u>
UL or tol no.	Section	Township	Range	Lot Idin	Feet from the	North/South line	Feet from the	East/West line	County
Dedicated Acres)	1	13 Joint or 1	n fiel	14 Consolidation C	ode	*Order No.	1	
320									
VO LIA ON	VADIE V	MII BE A	SSIGNE	LT OT O	IS COMPLETE	ON LINTIL ALL	INTERECTO	HAVE BEEN C	TA DI IOSIA

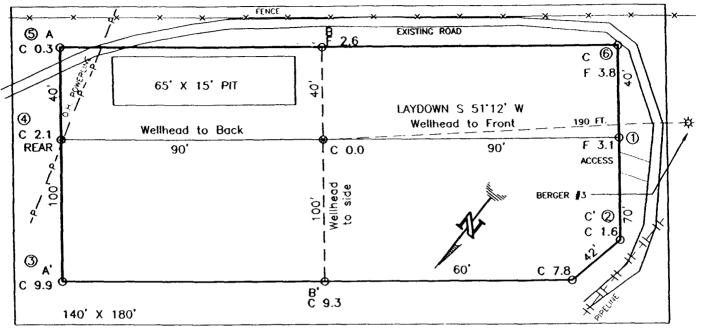
OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



Submit 3 Copies To Appropriate District Office	State of New M Energy, Minerals and Na	-	Form C-103 May 27, 2004
District I 1625 N. French Dr., Hobbs, NM 88240 District II			WELL API NO. 30-045-32946
1301 W. Orand Ave., Artesia, NM 88210 District III	OIL CONSERVATIO 1220 South St. Fr		5. Indicate Type of Lease STATE FEE FEE
1000 Rio Brazos Rd., Aztec, NM 87410 <u>District IV</u> 1220 S. St. Francis Dr., Santa Fe, NM	Santa Fe, NM	87505	6. State Oil & Gas Lease No. NMSF-078641
SUNDRY NOT (DO NOT USE THIS FORM FOR PROPODIFFERENT RESERVOIR. USE *APPLI		PLUG BACK TO A	7. Lease Name or Unit Agreement Name BERGER
PROPOSALS.) 1. Type of Well: Oil Well	Gas Well X Other		8. Well Number 6 S
2 Name of Operator	NERGY INC.		9. OGRID Number 167067
3. Address of Operator 2700 FA FARMIN	RMINGTON AVE., BLDG. K- IGTON, NM 87401	-1,	10. Pool name or Wildcat BASIN FRUITLAND COAL GAS
4. Well Location	1000	I/DVI	TA COT
	1820 feet from the SOU		
Section 22	Township 26N 11. Elevation (Show whether D	Range 11W	NMPM County SAN JUAN
	6,264' GL		
Pit or Below-grade Tank Application X		71000	200
Pit type <u>DRILLING</u> Depth to Groundw Pit Liner Thickness: 12 mil			ance from nearest surface water_~300_ onstruction Material
12. Check	Appropriate Box to Indicate	Nature of Notice,	Report or Other Data
NOTICE OF IN PERFORM REMEDIAL WORK TEMPORARILY ABANDON PULL OR ALTER CASING	CHANGE PLANS	SUB REMEDIAL WOR COMMENCE DRI CASING/CEMEN	LLING OPNS. P AND A
OTHER: DRILLING PIT	X	OTHER:	П
Describe proposed or composed or starting any proposed w		Il pertinent details, and	d give pertinent dates, including estimated date tach wellbore diagram of proposed completion
or recompletion.			
			N.
I hereby certify that the information grade tank has been/will be constructed d	i above is true and complete to the Eclosed according to NMOCD guideling	e best of my knowledges [], a general permit []	e and belief. I further certify that any pit or below- or an (attached) alternative OCD-approved plan.
SIGNATURE SIGNATURE	TITLE	CONSULTANT	
Type or print name BRIAN W For State Use Only	OOD E-mail	address: brian@pe	rmitswest.com Telephone No. 466-8120
APPROVED BY:Conditions of Approval (if any):	TITLE	Ceputy Oil & Gas I	NSPECTOR, DIST. CF DATE JUN 2 1 2006

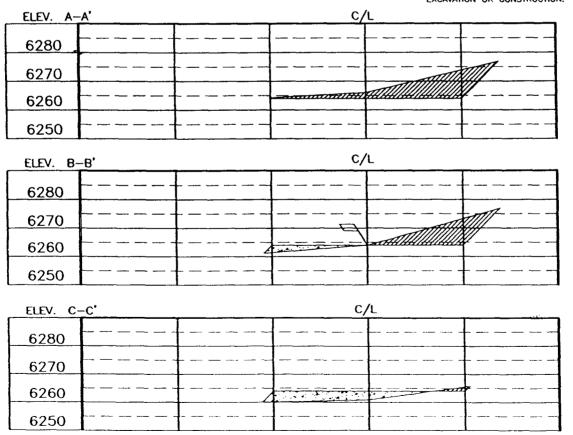
XTO ENERGY INC.
BERGER No. 6S, 1820 FSL 870 FEL
SECTION 22, T26N, R11W, N.M.P.M., SAN JUAN COUNTY, N. M.
GROUND ELEVATION: 6264', DATE: JULY 29, 2004

LAT. = 36°28'16.8" N. LONG. = 107°59'05.4" W NAD 27

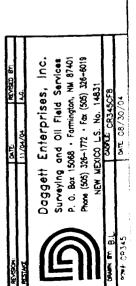


RESERVE PIT DIKE: TO BE 8' ABOVE DEEP SIDE (OVERFLOW - 3' WIDE AND 1' ABOVE SHALLOW SIDE). BLOW PIT: OVERFLOW PIPE HALFWAY BETWEEN TOP AND BOTTOM AND TO EXTEND OVER PLASTIC LINER AND INTO BLOW PIT.

NOTE: DAGGETT ENTERPRISES, INC. IS NOT LIABLE FOR UNDERGROUND UTILITIES OR PIPELINES. NEW MEXICO ONE CALL TO BE NOTIFIED 48 HOURS PRIOR TO EXCAVATION OR CONSTRUCTION.



NOTE: CONTRACTOR SHOULD CALL ONE-CALL FOR LOCATION OF ANY MARKED OR UNMARKED BURIED PIPELINES OR CABLES ON WELL PAD AND OR ACCESS ROAD AT LEAST TWO (2) WORKING DAYS PRIOR TO CONSTRUCTION.



XTO Energy Inc.
Berger 6 S
1820' FSL & 870' FEL
Sec. 22, T. 26 N., R. 11 W.
San Juan County, New Mexico

Drilling Program

1. ESTIMATED FORMATION TOPS

Formation Name	GL Depth	KB Depth	<u>Elevation</u>
Nacimiento	0,	5'	+6,264'
Ojo Alamo	464'	469'	+5,800'
Farmington	714'	719'	+5,550'
Fruitland Coal	1,264'	1,269'	+5,000'
Pictured Cliffs	1,589'	1,594'	+4,675'
Lewis Shale	1,864'	1,869'	+4,400'
Total Depth (TD)*	2,100'	2,105'	+4,164'

2. NOTABLE ZONES

Gas & Oil Zones	Water Zones	<u>Coal Zone</u>
Fruitland	Nacimiento	Fruitland
Pictured Cliffs	Ojo Alamo	
	Fruitland	

Water zones will be protected with casing, cement, and weighted mud. Fresh water found while drilling will be recorded. Oil or gas shows will be tested for commercial potential based on the geologist's recommendations.

3. PRESSURE CONTROL

The drilling contract has not yet been awarded, thus the exact BOP system to be used is not yet known. A typical 2,000 psi stack, manifold, and testing procedures are on Page 3.



XTO Energy Inc.

Berger 6 S
1820' FSL & 870' FEL

Sec. 22, T. 26 N., R. 11 W.

San Juan County, New Mexico

4. CASING & CEMENT

<u>Hole Size</u>	<u>O. D.</u>	Weight (lb/ft)	<u>Grade</u>	<u>Age</u>	Connection	<u>Setting Depth</u>
8-3/4"	7"	20	K-55	New	ST&C	160'
6-1/4"	4-1/2"	10.5	K-55	New	ST&C	2,100'

Surface casing will be cemented to the surface with ≈ 50 cubic feet (≈ 43 sacks) Class B + 1/4 lb/sk cello-flake + 2% CaCl₂. Yield = 1.18 cubic feet per sack. Weight = 15.2 pounds per gallon. Volume: \geq 100% excess. A guide shoe and insert float will be used. W. O. C. =12 hours. Surface casing will be tested to 1,500 psi for 30 minutes.

Production casing will be cemented to the surface. Total cement: >437 cubic feet. Volumes are calculated at >100% excess. If cement does not circulate to surface, then a temperature survey will be run to determine the actual cement top as needed. W. O. C. = 12 hours. Test to 2,000 psi.

Lead cement will be ≈ 185 sacks Class B light cement (65% cement/35% Poz with 6% gel) with 5 #/sack gilsonite + 1/4 #/sack Flocele. Yield = 1.99 cu ft/sk. Weight = 12.4 #/gal.

Tail cement will be ≈ 50 sacks 50/50 Class B Poz with 2% gel + 1/4#/sack Flocele + 0.5% Halad 9. Yield = 1.38 cubic feet/sack. Weight = 13.5 #/gallon.

Cement equipment will include a guide shoe, float collar, and 10 centralizers.

5. MUD_PROGRAM

<u>Range</u>	Mud Type	<u>Weight</u>
0' - 160'	Fresh-Spud	8.4
160' - TD	LSND	8.6

Lost circulation and absorption material will be on location.



XTO Energy Inc.
Berger 6 S
1820' FSL & 870' FEL
Sec. 22, T. 26 N., R. 11 W.
San Juan County, New Mexico

6. CORES, TESTS, & LOGS

No cores or drill stem tests are planned. Open hole logs will include GR, Neutron-Density, and Induction. The Neutron Density will be run from TD to 500'. The other logs will be run from TD to the base of the surface casing.

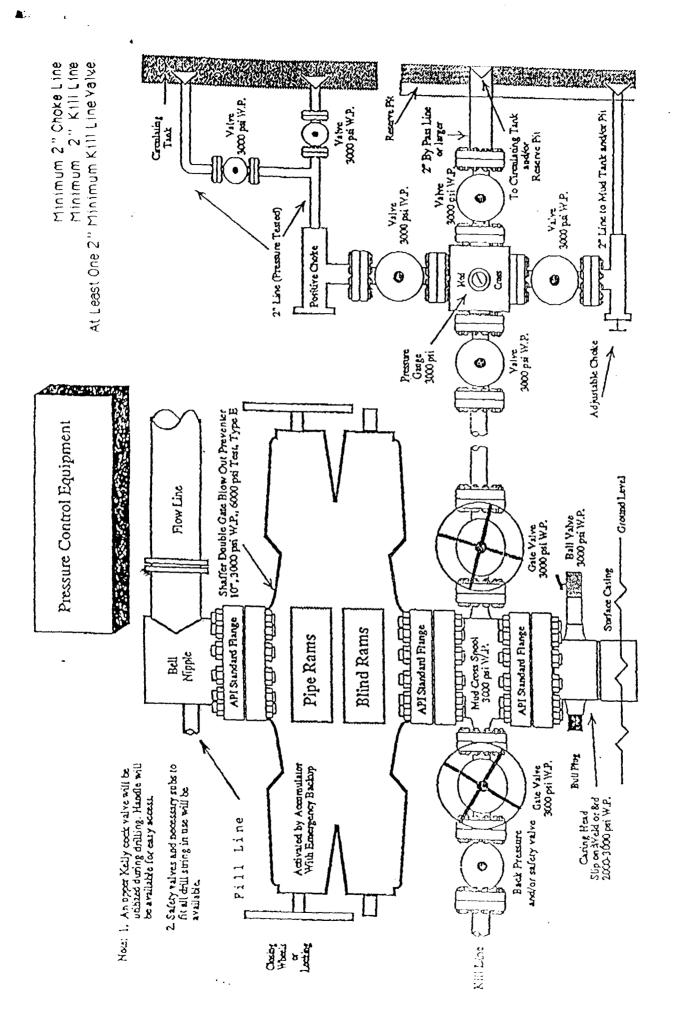
7. DOWN HOLE CONDITIONS

No abnormal pressures, temperatures, nor hydrogen sulfide are expected. Maximum pressure will be ≈200 psi.

8. OTHER INFORMATION

The anticipated spud date is upon approval. It is expected it will take about 1 week to drill and about 1 week to complete the well.





Note: This equipment is designed to meet requirements for a 2-M rating standard per 43 CFR part 3160 (amended). Proper operation and testing of equipment will be caried out per standard. 2,000 psi equipment can be substituted in the drawing to meet minimum requirements per standard.