

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

RECEIVED

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

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.

JUL 29 2008

5. Lease Serial No
MNM-03553

6. If Indian, Allottee or Tribe Name
Harrington Field Office

7. If Unit or CA/Agreement, Name and/or No

8. Well Name and No
BREECH D #240

9. API Well No
30-039-06519

10. Field and Pool, or Exploratory Area
BASIN DAKOTA

11. County or Parish, State
RIO ARRIBA, NM

SUBMIT IN TRIPLICATE- Other instructions on reverse side.

1. Type of Well
☐ Oil Well ☐ ☒ Gas Well ☐ Other

2. Name of Operator
XTO ENERGY INC.

3a. Address
382 CR 3100, AZTEC, NM 87410

3b. Phone No (include area code)
505-333-3100

4. Location of Well (Footage, Sec, T, R, M, or Survey Description)
1110' FNL & 1060' FEL NENE Sec.15(A)-T26N-R6W N.M.P.M.

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"/> Deepen | <input type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-Off |
| <input type="checkbox"/> Subsequent Report | <input type="checkbox"/> Alter Casing | <input type="checkbox"/> Fracture Treat | <input type="checkbox"/> Reclamation | <input type="checkbox"/> Well Integrity |
| <input type="checkbox"/> Final Abandonment Notice | <input checked="" type="checkbox"/> Casing Repair | <input type="checkbox"/> New Construction | <input type="checkbox"/> Recomplete | <input type="checkbox"/> Other |
| | <input type="checkbox"/> Change Plans | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon | |
| | <input type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug Back | <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 recomple 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 must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

The Breech D #240 has developed a casing leak fr/2,935' - 2,210' @ 2 BPM & 0 psig, 2,210' - 1,977' @ 1 BPM & 300 psig and 1,977' - 1,514' with a pressure drop of 500 - 0 psig in 30 sec. Casing above 1,514' and below 2,935' was pressure tested to 500 psig with no drop in pressure. RBP set at 7,090' to protect the Dakota perms. Circulated water to surface thru csg leaks fr/1,514' - 2,935' @ 4 BPM & 300 psig. XTO proposes to repair casing by setting a CICR @ 1,460' and squeeze casing leaks with 745 sx 50/50 Poz mix cl "B" cement to surface. The cement will be drilled out and the casing pressure tested to 500 psig for 30 minutes.

Jim Lovato with the BLM gave verbal approval to the stated plan of action at 8:50 am 7-25-08.. Kelly Roberts with New Mexico Oil Conservation Division gave verbal approval to the stated plan of action at 9:05 am 7-25-08.

RCVD AUG 4 '08
OIL CONS. DIV.

DIST. 3

14. I hereby certify that the foregoing is true and correct
Name (Printed/Typed)
DOLENA JOHNSON

Title REGULATORY CLERK

Signature *Dolena Johnson* Date 07/28/2008

ACCEPTED FOR RECORD

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by _____ Title _____ Date JUL 31 2008

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 _____ BY *[Signature]*

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)

NMOCD