Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

SUNDRY NOTICES AND REPORTS ON WELLS

FORM APPROVED OMB NO 1004-0137 Expues July 31, 2010

5 Lease Serial No

NMSF-047039B

Do not use this form for proposals to drill or to re-enterial abandoned well. Use Form 3160-3 (APD) for such proposals.

6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICAT	TE - Other instructio	ns on page 2	2010	7 If Unit or C2	\/Agreement, Name and/or No	
I Type of Well Other Other		The state of the s	NET OF PROPERTY	¥₁8. Well Name a		
2. Name of Operator				FEDERAL E	#1	
XTO ENERGY INC.				9 API Well No),	
3a. Address		3b Phone No. (include are	ea code)	30-045-074	30-045-07481	
382 CR 3100 AZTEC, NM 87410		505-333-3176		10. Field and I	Pool, or Exploratory Area	
4 Location of Well (Footage, Sec. T, R, M, or Survey)	Description)			BASIN DAKO	TA	
1846' FNL & 1850' FEL SWNE SEC.	N.M.P.M.		11. County or Parish, State			
	······································			SAN JUAN	NM	
12. CHECK APPROPRIATI	E BOX(ES) TO IND	DICATE NATURE OF N	OTICE, REPO	ORT, OR OTHE	ER DATA	
TYPE OF SUBMISSION		TY	PE OF ACTION			
X Notice of Intent	Acidize	Deepen	Productio	n (Start/Resume)	Water Shut-Off	
Subsequent Report	Alter Casing Casing Repair	Fracture Treat New Construction	Reclamati X Recomple		Well Integrity Other	
Final Abandonment Notice	Change Plans	Plug and Abandon	= :	ily Abandon	- Other	
	Convert to Injection	on Plug Back	Water Dis	sposal		

following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the final site is ready for final inspection.)

XTO Energy Inc., intends to recomplete this well to the Basin Mancos zone per the attached procedure.

Please also see the attached C-102 plat for the Basin Mancos.

RCVD JUL 15'10 OIL CONS. DIV. DIST. 3

14. I hereby certify that the foregoing is true and correct Name (Printed/Typed)					
TEENA M. WHITING	Title REGULATORY COMPLIANCE TEXHNICIAN				
Signature Jelna M. Whitens	Date 7/12/2010				
THIS SPACE FOR FEDERAL	OR STATE OFFICE USE				
Approved by Original Signed: Stephen Mason	Title	Date JUL 1 3 2010			
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				



Federal E#1 Sec 17, T28N, R10W San Juan County, New Mexico

Recomplete Mancos and PWOP

SURF CSG: 10-3/4", 32.75#, H-40, CSG @ 260'. CIRC CMT TO SURF.

INTER CSG: 7-5/8" 26.4#, N-80 CSG @ 4,480'. DV TL @ 2,236. CMT 1ST STAGE W/ 200 SX,

TOC UNKNOWN. CMT 2ND STAGE W/ 150 SX, TOC @ 1,604' (TEMP SURVEY)

PROD CSG: 5-1/2", 15.5#, J-55 **LINER** FR/4,365'-6,600'. PBTD @ 6,568'. CMT W/ 350 SX, TOC

@ 4,605' (TEMP SURVEY).

CAPACITY = 0.0159 BBLS/FT (0.0895 CUFT/FT). BURST = 4,790 PSI (TREATING @ 80% = 3,830 PSI)

TBG:

203 JTS 2-3/8" J-55, 6.4# SET @ 6,466'

PERFS:

DAKOTA:

FR/6,309'-6,560'

Workover Procedure

- 1) Install and test rig anchors. Comply with all New Mexico OCD, BLM and XTO safety rules and regulations. Conduct safety meeting for all personnel on location. MIRU daylight pulling unit.
- 2) M13 400 bbl frac tanks and 1 flow back tank. Fill the frac tanks with 2% KCL water. Note: Have frac company run preliminary fluid quality tests and add biocide.
- 3) ND WH. NU BOP and test the BOP. TOH with BHA and tbg.
- 4) Round trip a 4-3/4" bit and 5-1/2" casing scraper to 5,950'.
- 5) TIH with CBP and set at 5,950'.
- 6) Perf Mancos with 3-1/8" csg gun at 1 JSPF (Titan EXP-3323-361T, 22.7 gm, 0.36" dia., 35.63" pene, 25 holes) or equivalent performance charges. POH with csg gun.

Mancos Perfs							
5,861'	5,790'	5,667'	5,559'	5,518'			
5,852'	5,778'	5,660'	5,551'	5,513'			
5,826'	5,748'	5,639'	5,540'	5,505'			
5,816'	5,728'	5,637'	5,531'	5,502'			
5,800'	5,687'	5,600'	5,522'	5,495'			

- 7) TIH with a retrievable tension packer (5-1/2" Baker Arrow-set Fullbore with SN and SV) on 3-1/2" workstring and set at 5,400'. Load backside with 2% KCl water
 - 3-1/2" N-80, 9.2#, workstring: Capacity- 0.0087 bls/ft Burst- 8,400 (80% yield)

Federal E#1

- 8) NU 5K frac valve.
- 9) MIRU frac equipment. BD perfs with 2% KCl water and EIR. Acidize Mancos perfs with 1,500 gals of 15% NEFE HCl acid (FE control, surf & CL additives) and 38 1.1 SG Bioballs @ 12 BPM down tubing. Flush with 2,410 gals 2% KCl water (3 bbls over flush). Record ISIP, 5", and 10" SIPs. Wait for 30 min for Bioballs to dissolve.
- 10) Frac Mancos perfs fr/5,495'-5,861' down tubing at 20 BPM. Pump 65Q N2 foam gelled fluid (Delta-140 Foam Frac) w/106,250# 20/40 BASF proppant followed by 18,750# 20/40 BASF proppant coated with Expedite Lite. Flush with 2,005 gals (0.75 bbls short of top perf). Est. TP 4,700 psig. Pump frac @ 20 BPM. Max TP @ 5,000 psig. Frac schedule:

Mancos	Frac Sc	hedule		to the same of the			
Stage	ВРМ	Fluid	Foam Vol.	Clean Vol. (gal)	Prop	Cum Prop	
Water	5	2% KCI Water	-	500	_	-	
Acid	5	15% HCL Acid	-	1,500	-	-	
Flush	12	2% KCI Water	-	2,410	-	-	
Pad	20	Delta-R Foam Frac (13)	15,220	4,570	-	-	
0.5 ppg	20	Delta-R Foam Frac (13)	25,000	7,500	12,500# 20/40	12,500# 20/40	
1 ppg	20	Delta-R Foam Frac (13)	12,500	3,750	12,500# 20/40	25,000# 20/40	
2 ppg	20	Delta-R Foam Frac (13)	15,625	4,690	31,250# 20/40	56,250# 20/40	
3 ppg	20	Delta-R Foam Frac (13)	16,700	5,010	50,000# 20/40	106,250# 20/40	
3 ppg	20	Delta-R Foam Frac (13)	6,250	1,875	18,750# 20/40 w/ Expedite Lite	125,000# 20/40	
Flush	20	2% KCI Water	-	2,005	-	-	
Total		91,300 gals Delta-R		33,810	125,000	0# 20/40	

Record ISIP & 5" SIP.

- 11) Install flowback manifold. Flow back well through a choke manifold to flowback tank. Start with an 8/64" choke. Increase choke size as appropriate. Record the final shut in pressure to be used for the C-104.
- 12) ND frac valve.
- 13) Release packer and TOH.
- 14) MIRU AFU. TIH w/4-3/4" bit, bit sub, and 2-3/8" tubing. CO to CBP (5,950'). DO CBP and CO to PBTD (6,568'). DO 20' for new PBTD of 6,588'. Circulate wellbore clean. RDMO AFU. TOH w/tbg & bit.
- 15) TIH with tubing & BHA as follows:
 - a) 1-20'-2-3/8" jt w/ 1/2" vent hole located 1' from top
 - b) 2-3/8" (1.78" ID) API SN
 - c) 10 its 2-3/8" tbg
 - d) 1 5 1/2" TAC
 - e) ± 196 jts 2-3/8" tubing to surface, EOT @ 6,565', SN @ 6,545', TAC @ 6,240.
- 16) ND BOP. NU WH.

- 17) TIH with rod assembly as follows:
 - 2" X 1-1/4" X 16' X 2' RWAC pump
 - 3/4" X 4' Guided rod sub w/ mold-on guides
 - 3/4" 21,000lb HF shear tool
 - 6 1-1/4" API K sinker bars with stabilizer rods
 - 26 3/4" API D Molded Guide Rods w/ T-couplings
 - 230-3/4" API D Rods w/ T-couplings
 - 1-1/4" X 22' Polished Rod w/ 10' liner
- 18) Space out pump with spacer subs. Load tubing and long stroke with rig to ensure good pump action. HWO.
- 19) RDMO PU.
- 20) Set a used Lufkin C-160-200-74 pumping unit with an Arrow C-96 engine (or equivalent) & cement base.
- 21) Set unit in crank hole & sheave meter so it will pump @ 3 x 74" spm.
- 22) Set 4-3CRO counter weights 8.5" from the end.
- 23) Gauge tanks. Shoot FL and run dynamometer during pumping unit startup. Start well pumping at 3 SPM and 74" SL for 24 hours. Check fluid level and tank gauges.
- 24) Report pre and post start up data to Derick Lucas

Regulatory:

- 1. Acquire approval to recomplete to the Mancos
- 2. Acquire approval of DHC allocations

Equipment:

- 4-3/4" bit & bit sub and AFU
- 1 5 1/2" CBP
- 5-1/2" retrievable tension packer on 5,400' 3-1/2" workstring
- Used C-160-200-74 pumping unit with an Arrow C-96 engine (or equivalent) & cement base.
- 5K frac valve

Rods:

- 2" X 1-1/4" X 16' X 2' RWAC pump
- 3/4" X 4' Guided rod sub w/ mold-on guides
- 3/4'' 21,000lb HF shear tool
- 6 1-1/4" API K sinker bars with stabilizer rods
- 26 3/4" API D Molded Guide Rods w/ T-couplings
- 230-3/4" API D Rods w/ T-couplings
- 1-1/4" X 22' Polished Rod w/ 10' liner

State of New Mexico

District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 South First, Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410

Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-102 Revised October 12, 2005 Submit to Appropriate District Office Fee Lease - 3 Copies State Lease - 4 Copies

3 Pool Name

BASIN MANCOS

<u>District IV</u> 1220 S. St. Francis Dr., Santa Fe, NM 87505

API Number

30-045-07481

Property Code 022700

⁷OGRID No.

5380

AMENDED REPORT

Well Number

#1

⁹ Elevation

5,888

WELL LOCATION AND ACREAGE DEDICATION PLAT

SProperty Name

⁸ Operator Name

FEDERAL E

XTO Energy, Inc.

² Pool Code

97232

					¹⁰ Surface I	Location			
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
G	17	28N	10W		1846'	NORTH	1,850'	EAST	SAN JUAN
		,	¹¹ Bot	tom Hole	Location If	Different Fron	1 Surface		
UL or lot no. SAME	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Dedicated Acres MC 320 AC	3 Joint or	r Infill ¹⁴ (Consolidation	Code 15 Or	der No.				
NO ALLOW	ABLE W	ILL BE AS				NTIL ALL INTERE		EN CONSOLIDA	TED OR A NON-
						1,850'	I hereby certify the complete to the be for ganization cithe interest in the land a right to drill this owner of such a m	TOR CERTIL at the information contained of only knowledge & belied owns a working interest of including the proposed both well at this location pursue well at this location pursue mental or working interest impulsory pooling order her	l herein is true & Cand that this r unleased mineral trom hole location or has int to a contract with an or to a voluntary pooling
					BASIN M	ANCOS	Title	A M. WHITING	
							I hereby co on this pla actual surv supervision	EYOR CERT ertify that the well t was plotted from veys made by me o n, and that the san the best of my beli	location shown field notes of r under my ne is true &
							6/23/198 Date of St Original S John A. \	arvey Survey Signed I	Зу:
	-		· · · · · · · · · · · · · · · · · · ·				14831 Certificate Nu	mber	