

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
June 19, 2008

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

WELL API NO. 30-045-26662
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name: BOLACK C LS
8. Well Number 16A
9. OGRID Number 5380
10. Pool name or Wildcat BLANCO MESAVERDE/OTERO CHACRA
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 6963' 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 I : 1565 feet from the SOUTH line and 1025 feet from the EAST line Section 33 Township 27N Range 8W NMPM NMM County SAN JUAN
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 6963' 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 FEB 24'11
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 requests permission to DHC this well per OCD Rule 19.15.12.11 C(2) in the Blanco Mesaverde (72319, 5212'-5529') & the Otero Chacra (82329, 3836'-4048'), both pre-approved per order R-11363, upon completion of the Chacra. Please see attached spreadsheet for justification of proposed allocations.

Blanco Mesaverde	Gas: 31%	Oil: 91%	Water: 56%
Otero Chacra	Gas: 69%	Oil: 9%	Water: 44%

Ownership in pools is common; therefore, there are no owners to notify of our intent to DHC. 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 2/23/2011.

Spud Date:

DHC 3550AZ

Rig Release Date:

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

SIGNATURE Wanett McCauley TITLE REGULATORY COMPLIANCE TECH DATE 2/23/2011
Type or print name WANETT MCCAULEY E-mail address: wanett_mccauley@xtoenergy.com PHONE 505-333-3630

For State Use Only

APPROVED BY Charles Herin TITLE SUPERVISOR DISTRICT # 3 DATE FEB 28 2011
Conditions of Approval (if any):

Allocations for the Bolack C LS #16A

LEASE NAME	NO.	RESERVOIR	SECTION	TOWNSHIP	RANGE	SPOT	FIELD	OPERATOR	1st PROD	LAST PROD MO
BOLACK C	10C	CHACRA	28	27 N	8 W	B	OTERO	XTO ENERGY	20020630	20101001
BOLACK C	11B	CHACRA	28	27 N	8 W	G	OTERO	XTO ENERGY	20020630	20101001
BOLACK C	12A	CHACRA	29	27 N	8 W	J	OTERO	XTO ENERGY	20011130	20101001
BOLACK C	13B	CHACRA	29	27 N	8 W	F	OTERO	XTO ENERGY	20021031	20101001
BOLACK C	15A	CHACRA	33	27 N	8 W	D	OTERO	XTO ENERGY	20010930	20101001
BOLACK C	21	CHACRA	28	27 N	8 W	M	OTERO	XTO ENERGY	20050930	20101001
BOLACK C	22	CHACRA	28	27 N	8 W	J	OTERO	XTO ENERGY	20051031	20101001
BOLACK C	23	CHACRA	29	27 N	8 W	H	OTERO	XTO ENERGY	20050131	20101001
BOLACK C	16A	MESAVERDE	33	27 N	8 W	I	BLANCO	XTO ENERGY	19860630	20101001

Allocations

	Mesaverde	Chacra
Gas	0.31	0.69
Oil	0.91	0.09
Water	0.56	0.44