

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENTFORM APPROVED  
OMB NO. 1004-0135  
Expires: November 30, 2000**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.****SUBMIT IN TRIPLICATE - Other instructions on reverse side.**

|                                                                                                                                  |  |                                                        |
|----------------------------------------------------------------------------------------------------------------------------------|--|--------------------------------------------------------|
| 1. Type of Well<br><input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other |  | 8. Well Name and No.<br>KRAUSE WN FEDERAL 1R           |
| 2. Name of Operator<br>XTO ENERGY INC                                                                                            |  | 9. API Well No.<br>30-045-30702-00-X1                  |
| 3a. Address<br>2700 FARMINGTON AVE., BLDG K, SUITE 1<br>FARMINGTON, NM 87401                                                     |  | 10. Field and Pool, or Exploratory<br>BASIN DAKOTA     |
| 3b. Phone No. (include area code)<br>Ph: 505.324.1090 Ext: 4020<br>Fax: 505.564.6700                                             |  | 11. County or Parish, and State<br>SAN JUAN COUNTY, NM |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description)<br>Sec 32 T28N R11W NWSW 1950FSL 1190FWL                  |  |                                                        |

**12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA**

| TYPE OF SUBMISSION                                    | TYPE OF ACTION                                                   |
|-------------------------------------------------------|------------------------------------------------------------------|
| <input type="checkbox"/> Notice of Intent             | <input type="checkbox"/> Acidize                                 |
| <input checked="" type="checkbox"/> Subsequent Report | <input type="checkbox"/> Deepen                                  |
| <input type="checkbox"/> Final Abandonment Notice     | <input type="checkbox"/> Fracture Treat                          |
|                                                       | <input type="checkbox"/> New Construction                        |
|                                                       | <input type="checkbox"/> Plug and Abandon                        |
|                                                       | <input type="checkbox"/> Plug Back                               |
|                                                       | <input type="checkbox"/> Production (Start/Resume)               |
|                                                       | <input type="checkbox"/> Reclamation                             |
|                                                       | <input type="checkbox"/> Recomplete                              |
|                                                       | <input type="checkbox"/> Temporarily Abandon                     |
|                                                       | <input type="checkbox"/> Water Disposal                          |
|                                                       | <input type="checkbox"/> Water Shut-Off                          |
|                                                       | <input type="checkbox"/> Well Integrity                          |
|                                                       | <input checked="" type="checkbox"/> Other<br>Drilling Operations |

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 recompleat 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 shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat 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 site is ready for final inspection.)

8/21/02 - 8/24/02: Reached drillers TD OF 6,800' KB. TIH w/163 jts 4-1/2", 10.5#, J-55, ST&C csg to 6,793.57'. Cmt'd csg w/550 sx Premium Lite HS w/2% KCl, 1/4#/sx cello, 5#/sx gilsonite, 0.5% FL-52 & 0.2% CD-32 (12.5 ppg & 2.01 cuft/sx). Cmt'd 2nd stage w/775 sx Premium Lite FM (65/35/6) w/2% KCl, 1/4#/sx cello & 5#/sx gilsonite (11.4 ppg & 2.94 cuft/sx). Circ 75 bbls cmt to surf.

9/17/02: Pressure tested 4-1/2" production casing to 4,000 psig for 30minutes. Held OK.

|                                                                                                                                                                                                            |                           |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------|
| 14. I hereby certify that the foregoing is true and correct.                                                                                                                                               |                           |
| Electronic Submission #14495 verified by the BLM Well Information System<br>For XTO ENERGY INC, sent to the Farmington<br>Committed to AFMSS for processing by Adrienne Garcia on 09/27/2002 (02AXG0698SE) |                           |
| Name (Printed/Typed) LOREN FOTHERGILL                                                                                                                                                                      | Title OPERATIONS ENGINEER |
| Signature (Electronic Submission)                                                                                                                                                                          | Date 09/24/2002           |

**THIS SPACE FOR FEDERAL OR STATE OFFICE USE**

|                                                                                                                                                                                                                                                           |                                             |                   |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------|-------------------|
| Approved By <b>ACCEPTED</b>                                                                                                                                                                                                                               | ADRIENNE GARCIA<br>Title PETROLEUM ENGINEER | Date 09/27/2002   |
| 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 Farmington |

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.

**\*\* REVISED \*\* REVISED \*\* REVISED \*\* REVISED \*\* REVISED \*\* REVISED \*\* REVISED \*\*****NMOCD**