

District I  
1625 N. French Dr., Hobbs, NM 88240  
Phone:(505) 393-6161 Fax:(505) 393-0720  
District II  
1301 W. Grand Ave., Artesia, NM 88210  
Phone:(505) 748-1283 Fax:(505) 748-9720  
District III  
1000 Rio Brazos Rd., Aztec, NM 87410  
Phone:(505) 334-6178 Fax:(505) 334-6170  
District IV  
1220 S. St Francis Dr., Santa Fe, NM 87505  
Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico  
Energy, Minerals and Natural Resources  
Oil Conservation Division  
1220 S. St Francis Dr.  
Santa Fe, NM 87505

Form C-103  
Permit 86203

|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |  |                                                         |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--|---------------------------------------------------------|
| SUNDRY NOTICES AND REPORTS ON WELLS<br>(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVIOR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)<br>1. Type of Well:G<br>2. Name of Operator<br>XTO ENERGY, INC<br>3. Address of Operator<br>382 ROAD 3100 , AZTEC , NM 87410<br>4. Well Location<br>Unit Letter K : 1480 feet from the S line and 1645 feet from the W line<br>Section 20 Township 29N Range 10W NMPM San Juan County |  | WELL API NUMBER<br>30-045-34548                         |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |  | 5. Indicate Type of Lease<br>P                          |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |  | 6. State Oil & Gas Lease No.                            |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |  | 7. Lease Name or Unit Agreement Name<br>HANEY GAS COM B |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |  | 8. Well Number<br>001F                                  |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |  | 9. OGRID Number<br>5380                                 |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |  | 10. Pool name or Wildcat                                |
| 11. Elevation (Show whether DR, KB, BT, GR, etc.)<br>5472 GR.                                                                                                                                                                                                                                                                                                                                                                                                                                |  |                                                         |
| Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/><br>Pit Type Depth to Groundwater Distance from nearest fresh water well Distance from nearest surface water<br>Pit Liner Thickness: mil Below-Grade Tank: Volume bbls; Construction Material                                                                                                                                                                                                |  |                                                         |

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 OF PLANS ☐  
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐  
Other:

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTER CASING ☐  
COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDON ☐  
CASING/CEMENT JOB ☐  
Other: **Drilling/Cement** ☒

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.  
On 11/21/2008, XTO Energy Inc. drilled 17-1/2" cond hole to 105'; set 13-3/8", 48#, H-40, ST&C cond csg @ 92' & cmt w/150 sx Class G Cmt mixed @ 15.6 ppg & 1.18 cuft/sx yield. Circ 12 bbls cmt to surf @ 07:30 hrs, 11/21/08.

On 11/25/2008, XTO drilled 12-1/4" surf hole to 930' (Surf TD); set 8-5/8", 24#, J-55, ST&C surf csg @ 919' & cmt w/650 sx Class G cmt mixed @ 15.6 ppg & 1.18 cuft/sx yield. Circ 55 bbls cmt to surf @ 12:00 hrs, 11/25/08. PT surf csg to 1,000 psi @ 30 min on 11/26/2008. Tested OK.

Drilling ahead...11/20/2008 Spudded well.

Casing and Cement Program

| Date     | String | Fluid Type | Hole Size | Csg Size | Weight lb/ft | Grade | Est TOC | Dpth Set | Sacks | Yield | Class | 1" Dpth | Pres Held | Pres Drop | Open Hole |
|----------|--------|------------|-----------|----------|--------------|-------|---------|----------|-------|-------|-------|---------|-----------|-----------|-----------|
| 11/21/08 | Surf   |            | 17.5      | 13.375   | 48           | H-40  | 0       | 92       | 150   | 1.18  | G     |         |           |           |           |
| 11/25/08 | Surf   |            | 12.25     | 8.625    | 24           | J-55  | 0       | 919      | 650   | 1.18  | G     |         | 1000      |           |           |

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines ☐ , a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE Electronically Signed TITLE Regulatory Compliance Manager DATE 12/3/2008  
Type or print name Cheryl Moore E-mail address Cheryl\_moore@xtoenergy.com Telephone No. 505-333-3143

For State Use Only:  
APPROVED BY: Charlie Perrin TITLE District Supervisor DATE 12/3/2008 2:33:12 PM