

ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION  
 - Engineering Bureau -  
 1220 South St. Francis Drive, Santa Fe, NM 87505



5572

**ADMINISTRATIVE APPLICATION CHECKLIST**

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

**Application Acronyms:**

- [NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication]  
 [DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling]  
 [PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement]  
 [WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion]  
 [SWD-Salt Water Disposal] [IPI-Injection Pressure Increase]  
 [EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]

- [1] **TYPE OF APPLICATION** - Check Those Which Apply for [A]  
 [A] Location - Spacing Unit - Simultaneous Dedication  
 NSL  NSP  SD  
 Check One Only for [B] or [C]  
 [B] Commingling - Storage - Measurement  
 DHC  CTB  PLC  PC  OLS  OLM  
 [C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery  
 WFX  PMX  SWD  IPI  EOR  PPR  
 [D] Other: Specify \_\_\_\_\_
- [2] **NOTIFICATION REQUIRED TO:** - Check Those Which Apply, or Does Not Apply  
 [A]  Working, Royalty or Overriding Royalty Interest Owners  
 [B]  Offset Operators, Leaseholders or Surface Owner  
 [C]  Application is One Which Requires Published Legal Notice  
 [D]  Notification and/or Concurrent Approval by BLM or SLO  
U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office  
 [E]  For all of the above, Proof of Notification or Publication is Attached, and/or,  
 [F]  Waivers are Attached
- [3] **SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE.**

[4] **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

Print or Type Name	Signature	Title	Date
		e-mail Address	



January 24, 2007

**FEDERAL EXPRESS**

Mr. Mark Fesmire  
New Mexico Oil Conservation Division  
1220 S St Francis Dr  
Santa Fe NM 87504

Re: Application for Administrative Approval of Unorthodox Location  
XTO Energy Inc.'s Pipkin, E.H. No. 10F  
1,895' FNL and 1,475' FEL, Section 1, T27N, R11W  
San Juan County, New Mexico  
Gallup Formation

2007 JUN 25 10 37 AM

Dear Mr. Fesmire:

XTO Energy Inc. (XTO) hereby requests administrative approval for an unorthodox location for the above referenced well. Attached for your reference are the following exhibits:

1. Well location plat (NMOCD Form C-102)
2. Topographic Map
3. Gallup Ownership Map
4. Gallup Production Map

The Pipkin, E.H. No. 10F is a proposed Basin Dakota / Kutz Gallup commingled gas well in the SW/4NE/4 of Section 1, Township 27 North, Range 11 West. Only the Gallup Formation is at a non-standard location at the above proposed location of 1,895' FNL and 1,475' FEL.

In an attempt to stay away from the existing Dakota well, located in the SE/4NE/4 of the Section, XTO's proposed location is as far northwest as possible under the circumstances. Several other locations were attempted, however, XTO was unable move the well further north or west due to both a wash and the presence of cactus. The Gallup is a 40-acre unit and will be non-standard to the west of the quarter-quarter section line 175 feet.

The offsetting Gallup operating rights are owned by XTO. Therefore, no notification is required.

*Mr. Mark Fesmire  
New Mexico Oil Conservation Division  
Pipkin, E.H. No. 10F  
January 24, 2007  
Page Two*

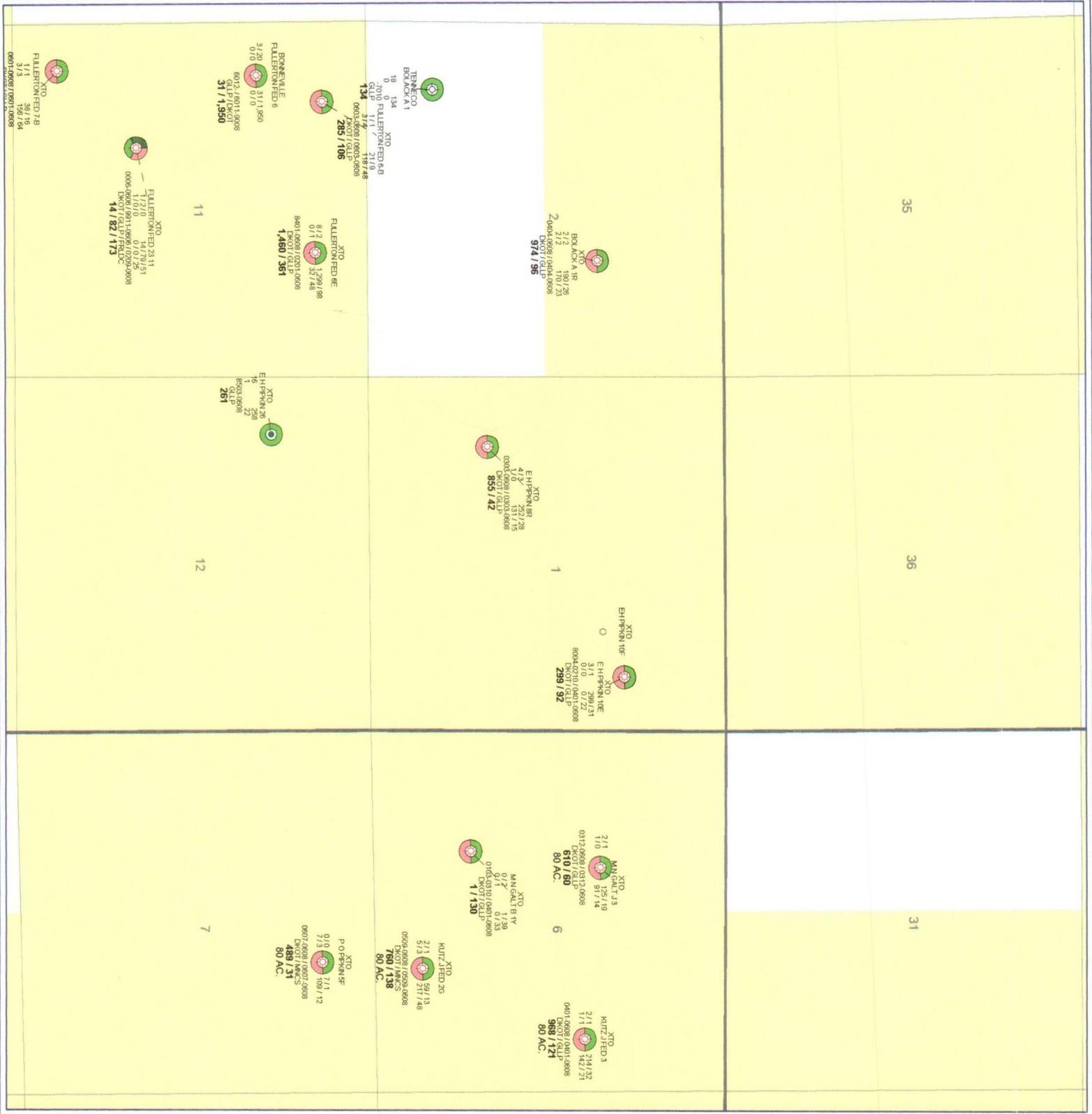
XTO Energy Inc. requests your administrative approval for the unorthodox location based on the above information. Should you need any additional information, please contact me at (817) 885-3091.

Yours truly,



Ryan O'Kelley  
Associate Landman

Enclosures



**XTO ENERGY INC.**

SAN JUAN BASIN  
 CUM PROD @ 8/2006  
 San Juan County, NM



**POSTED WELL DATA**

Operator: VAGELABEL  
 PRODUCER: COMPANY, MEMBER & PRODUCER: COMPANY, MEMBER  
 PICTURE: SHALLOW, DEEP, LOCATION: FROM DATE TO DATE  
 PICTURE: FROM DATE TO DATE

**ATTRIBUTE MAP**



**Gallup Producers**

By: Jane Foster  
 January 24, 2007

**REMARKS**

DISTRICT I  
1625 N. French Dr., Hobbs, N.M. 88240

DISTRICT II  
1301 W. Grand Ave., Artesia, N.M. 88210

DISTRICT III  
1000 Rio Brazos Rd., Aztec, N.M. 87410

DISTRICT IV  
1220 South St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
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  
State Lease - 4 Copies  
Fee Lease - 3 Copies

AMENDED REPORT

**WELL LOCATION AND ACREAGE DEDICATION PLAT**

<sup>1</sup> API Number		<sup>2</sup> Pool Code 300550	<sup>3</sup> Pool Name MUTZ GALLUP
<sup>4</sup> Property Code	<sup>5</sup> Property Name E.H. PIPKIN		<sup>6</sup> Well Number 10F
<sup>7</sup> OGRID No. 167067	<sup>8</sup> Operator Name XTO ENERGY INC.		<sup>9</sup> Elevation 5718

<sup>10</sup> Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
G	1	27-N	11-W		1895	NORTH	1475	EAST	SAN JUAN

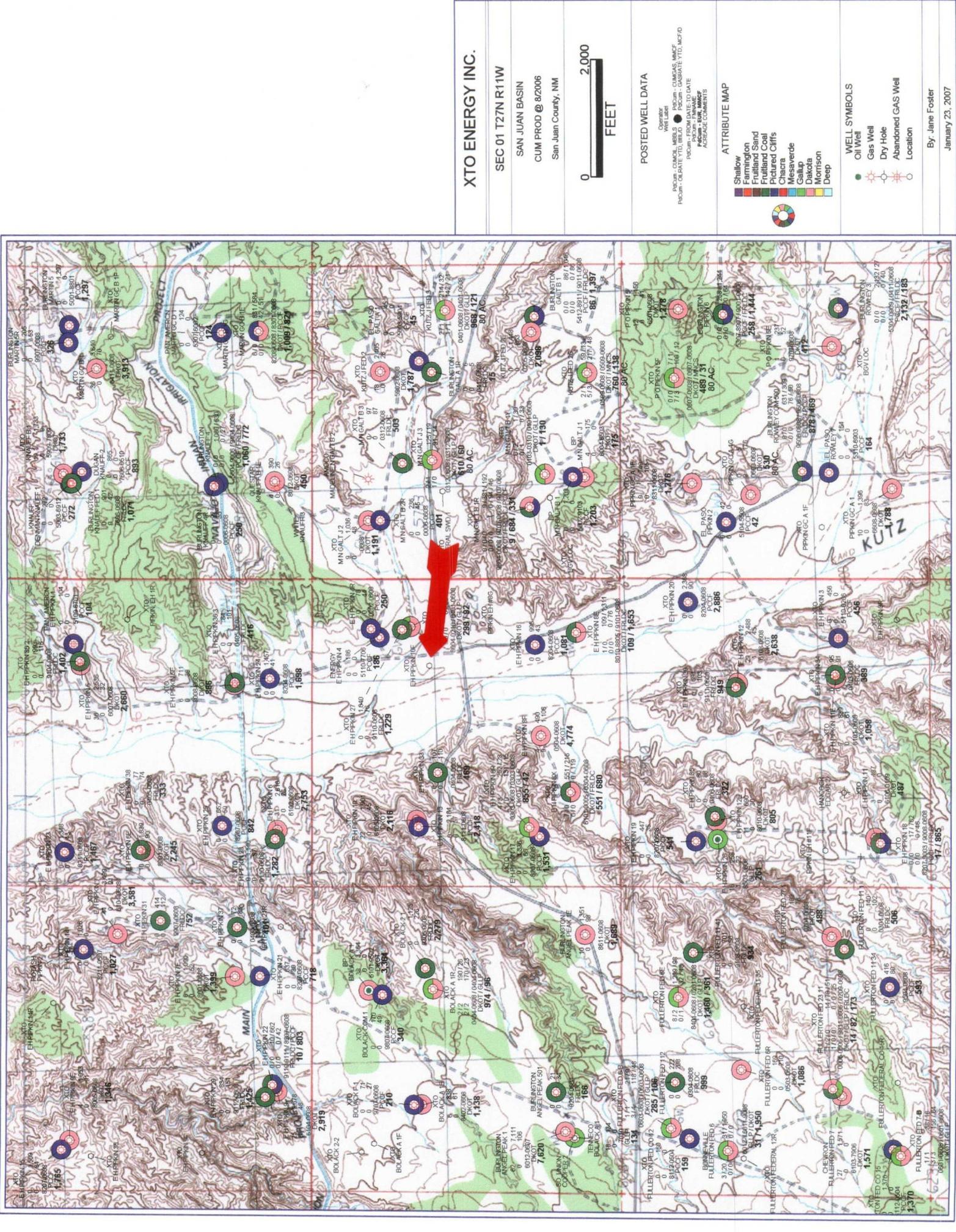
<sup>11</sup> Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
<sup>12</sup> Dedicated Acres SW/4 NE/4 40									
<sup>13</sup> Joint or In/In			<sup>14</sup> Consolidation Code			<sup>15</sup> Order No.			

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

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CALC'D. CORNER BY SGL. PROPORTION  LOT 4 40.42  LOT 3 40.30  LOT 2 40.18  LOT 1 40.08  LAT: 36.60637° N. (NAD 83) LONG: 107.95126° W. (NAD 83) LAT: 36°36'22.9" N. (NAD 27) LONG: 107°57'02.3" W. (NAD 27)	S 89-48-34 W 5273.3 (C)		FD. 2 1/2" BC. 1913 U.S.G.L.O.	<sup>17</sup> OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.  <i>Debra K. Small</i> Signature Date Debra K. Small Printed Name
	1895' 1475' 2640.8' (M)		FD. 2 1/2" BC. 1913 U.S.G.L.O.	



**XTO ENERGY INC.**

SEC 01 T27N R11W

SAN JUAN BASIN  
 CUM PROD @ 8/2006  
 San Juan County, NM



POSTED WELL DATA

Operator: Well Label  
 POCUM - OPERATE YTD, BLDG - BLDG, CUMAS - CUMAS, MMSF - MMSF  
 POCUM - FROM DATE TO DATE  
 POCUM - SUR, MMSF - MMSF  
 ACREAGE COMMENTS

ATTRIBUTE MAP



WELL SYMBOLS

Oil Well  
 Gas Well  
 Dry Hole  
 Abandoned Gas Well  
 Location

By: Jane Foster  
 January 23, 2007



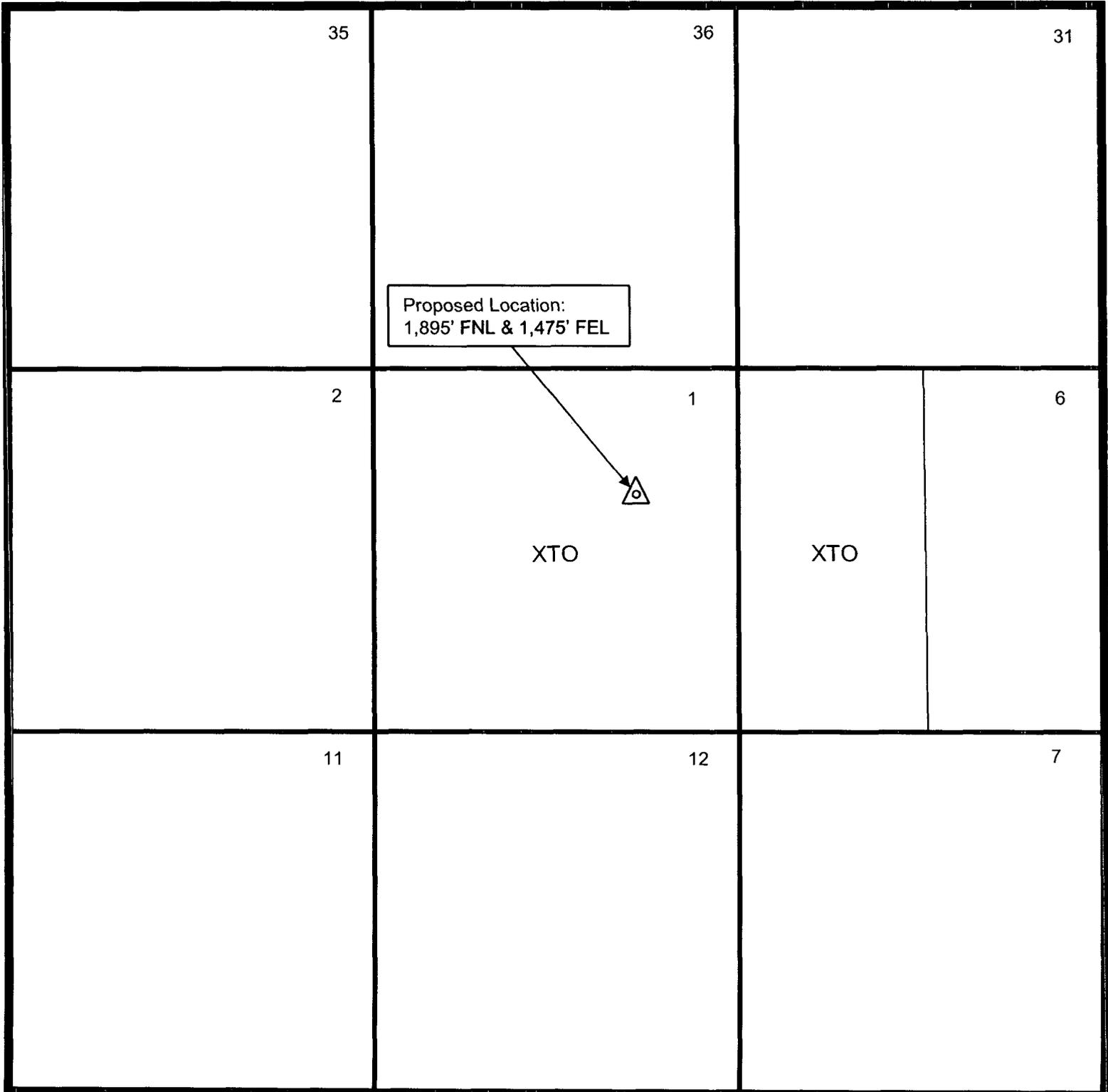
SECTION PLAT OF 9 SQUARE MILES

STATE: New Mexico COUNTY: San Juan

PROSPECT: Pipkin, E.H. #10F DATE: January 24, 2007

SECTION: 1 TOWNSHIP: 27 North RANGE: 11 West

SCALE: 1'=2000'



I spoke with Ryan O'Kelley on 2/26/2007. He verified that the interest ownership between the SW/4 NE/4 and the affected offset acreage, the SE/4 NE/4 is common throughout, including working, royalty and overriding royalty. He also conveyed to me that these two quarter-quarter sections comprise a single Federal Lease No. SF-078019.

David Catanach  
Engineer  
2/26/2007