

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

NMOCD
Artesia

FORM APPROVED
OMB NO. 1004-0135
Expires: July 31, 2010

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.

5. Lease Serial No.
NMNM15302

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.

SUBMIT IN TRIPLICATE - Other instructions on reverse side.

| | | |
|--|---|--|
| 1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other | | 8. Well Name and No. Multiple--See Attached |
| 2. Name of Operator XTO ENERGY INCORPORATED | | 9. API Well No. Multiple--See Attached |
| Contact: PATTY R URIAS E-Mail: patty_urias@xtoenergy.com | | |
| 3a. Address 500 W ILLINOIS STREET SUITE 100 MIDLAND, TX 79701 | 3b. Phone No. (include area code) Ph: 432-620-4318 Fx: 432-618-3530 | 10. Field and Pool, or Exploratory CORRAL CANYON WILLOW LAKE-BONE SPRING |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Multiple--See Attached | | 11. County or Parish, and State EDDY COUNTY, NM |

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 type="checkbox"/> Deepen | <input type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-Off |
| <input checked="" type="checkbox"/> Subsequent Report | <input type="checkbox"/> Alter Casing | <input type="checkbox"/> Fracture Treat | <input type="checkbox"/> Reclamation | <input type="checkbox"/> Well Integrity |
| <input type="checkbox"/> Final Abandonment Notice | <input type="checkbox"/> Casing Repair | <input type="checkbox"/> New Construction | <input type="checkbox"/> Recomplete | <input checked="" type="checkbox"/> Other Venting and/or Flaring |
| | <input type="checkbox"/> Change Plans | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon | |
| | <input type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug Back | <input type="checkbox"/> Water Disposal | |

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 recomplete 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 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 site is ready for final inspection.)

CORRAL CANYON TANK BATTERY

ASSOCIATED WELLS:

- Corral Canyon Fed 3H, 30-015-42922
- Corral Canyon Fed 4H, 30-015-42923
- Corral Canyon Fed 5H, 30-015-42924
- Corral Canyon Fed 17H, 30-015-42929

Submit all January - End of March flaring on one subsequent

Accepted for record
NMOCDAB
4/20/16

NM OIL CONSERVATION
ARTESIA DISTRICT
APR 08 2016

RECEIVED

The unexpected malfunction of a DCP high line pressure has caused emergency intermittent flaring from the Corral Canyon Battery not to exceed 3000 mcf/day. The volumes flared as a result of this

14. I hereby certify that the foregoing is true and correct.

Electronic Submission #330397 verified by the BLM Well Information System
For XTO ENERGY INCORPORATED, sent to the Carlsbad
Committed to AFMSS for processing by PRISCILLA PEREZ on 02/04/2016 (16PP0421SE)

| | |
|------------------------------------|--------------------------|
| Name (Printed/Typed) PATTY R URIAS | Title REGULATORY ANALYST |
| Signature (Electronic Submission) | Date 02/02/2016 |

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

| | | |
|---|------------------------------|-----------------|
| Approved By REJECTED | (BLM Approver Not Specified) | Date 03/29/2016 |
| 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 Carlsbad |

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.

**** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ****

Additional data for EC transaction #330397 that would not fit on the form

7. If Unit or CA/Agreement, Name and No., continued

NMNM135270
NMNM135273

Wells/Facilities, continued

| Agreement | Lease | Well/Fac Name, Number | API Number | Location |
|------------|-----------|-----------------------------|--------------------|--|
| NMNM135270 | NMNM15302 | CORRAL CANYON FEDERAL 3H | 30-015-42922-00-S1 | Sec 5 T25S R29E SWSE 170FSL 2210FEL 32.152308 N Lat, 104.004693 W Lon |
| NMNM135273 | NMNM15302 | CORRAL CANYON FEDERAL 4H | 30-015-42923-00-S1 | Sec 5 T25S R29E SESE 200FSL 760FEL 32.152346 N Lat, 104.000009 W Lon |
| NMNM15302 | NMNM15302 | CORRAL CANYON FEDERAL 17H30 | 015-42929-00-S1 | Sec 4 T25S R29E SWSW 180FSL 221FWL 32.152271 N Lat, 103.996840 W Lon |
| NMNM15302 | NMNM15302 | CORRAL CANYON FEDERAL 5H | 30-015-42924-00-S1 | Sec 5 T25S R29E SWSW 180FSL 171FWL 32.090862 N Lat, 103.595096 W Lon |

32. Additional remarks, continued

equipment malfunction and force majeure event constitute ?unavoidably lost? production under NTL 4A Section II.C.(2) (??Unavoidably lost? production shall mean?(2) that oil or gas which is lost because of line failures, equipment malfunctions, blowouts, fires, or otherwise??)(emphasis added) and NTL 4A Section III.A. (?Lessees or operators are hereby authorized to vent or flare gas on a short term basis without incurring a royalty obligation in the following circumstances? During temporary emergency situations, such as compressor or other equipment failures??)(emphasis added). Therefore, the flared volumes are not royalty bearing under NTL 4A. We started flaring 1/1/16 and please accept this as notice for the month of January 2016.

Handwritten note: } (GAS from NO1 apply

We flared a total of 246 hours and 30693 mcf in January 2016

Revisions to Operator-Submitted EC Data for Sundry Notice #330397

| | Operator Submitted | BLM Revised (AFMSS) |
|----------------|--|--|
| Sundry Type: | FLARE SR | FLARE SR |
| Lease: | NMNM15302 | NMNM15302 |
| Agreement: | | NMNM135270 (NMNM135270) NMNM135273 (NMNM135273) |
| Operator: | XTO ENERGY INC. 500 W. ILLINOIS SUITE 100 MIDLAND, TX 79701 Ph: 432-620-4318 | XTO ENERGY INCORPORATED 500 W ILLINOIS STREET SUITE 100 MIDLAND, TX 79701 Ph: 432.620.6700 |
| Admin Contact: | PATTY R URIAS REGULATORY ANALYST E-Mail: patty_urias@xtoenergy.com Ph: 432-620-4318 Fx: 432-618-3530 | PATTY R URIAS REGULATORY ANALYST E-Mail: patty_urias@xtoenergy.com Ph: 432-620-4318 Fx: 432-618-3530 |
| Tech Contact: | PATTY R URIAS REGULATORY ANALYST E-Mail: patty_urias@xtoenergy.com Ph: 432-620-4318 Fx: 432-618-3530 | PATTY R URIAS REGULATORY ANALYST E-Mail: patty_urias@xtoenergy.com Ph: 432-620-4318 Fx: 432-618-3530 |
| Location: | | |
| State: | NM | NM |
| County: | EDDY | EDDY |
| Field/Pool: | WILLOW LAKE; BONE SPRING | CORRAL CANYON WILLOW LAKE-BONE SPRING |
| Well/Facility: | CORRAL CANYON CTB SEE BELOW Sec 4 T25S R29E Mer NMP 180FSL 171FWL | CORRAL CANYON FEDERAL 3H Sec 5 T25S R29E SWSE 170FSL 2210FEL 32.152306 N Lat, 104.004693 W Lon CORRAL CANYON FEDERAL 4H Sec 5 T25S R29E SESE 200FSL 760FEL 32.152346 N Lat, 104.000009 W Lon CORRAL CANYON FEDERAL 17H Sec 4 T25S R29E SWSW 180FSL 221FWL 32.152271 N Lat, 103.996840 W Lon CORRAL CANYON FEDERAL 5H Sec 5 T25S R29E SWSW 180FSL 171FWL 32.090862 N Lat, 103.595096 W Lon |