

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

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

Form C-103
Revised May 08, 2003

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|---|
| WELL API NO. 30-045-32209 |
| 5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/> |
| 6. State Oil & Gas Lease No. |
| 7. Lease Name or Unit Agreement Name: STANOLIND GAS COM B |
| 8. Well Number #2 |
| 9. OGRID Number 167067 |
| 10. Pool name or Wildcat BLANCO MESAVERDE |

SUNDRY NOTICES AND REPORTS ON WELLS

(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEEN OR PLUG BACK OR A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-103) 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 2700 Farmington Ave., Bldg. K. Ste 1 Farmington, NM 87401 | 4. Well Location Unit Letter P : 665' feet from the SOUTH line and 665' feet from the EAST line Section 09 Township 32N Range 12W NMPM County SAN JUAN |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 6,042' GL | |

12. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:

| | |
|--|--|
| PERFORM REMEDIAL WORK <input type="checkbox"/> | PLUG AND ABANDON <input type="checkbox"/> |
| TEMPORARILY ABANDON <input type="checkbox"/> | CHANGE PLANS <input type="checkbox"/> |
| PULL OR ALTER CASING <input type="checkbox"/> | MULTIPLE COMPLETION <input type="checkbox"/> |
| OTHER: <input type="checkbox"/> | |

SUBSEQUENT REPORT OF:

| | |
|---|---|
| REMEDIAL WORK <input type="checkbox"/> | ALTERING CASING <input type="checkbox"/> |
| COMMENCE DRILLING OPNS. <input checked="" type="checkbox"/> | PLUG AND ABANDONMENT <input type="checkbox"/> |
| CASING TEST AND CEMENT JOB <input type="checkbox"/> | |
| OTHER: <input type="checkbox"/> | |

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.

Reached driller's TD of 4,887' KB @ 12:15 p.m., 05/22/04. TIH w/117 jts 4-1/2", 10.5#, J-55, ST&C csg to 4,887' KB. Cmt'd 1st stage as follows: 170 sx Type Premium Lite HS FM cmt w/2% KCl, 1/2#/sx celloflake, 0.5% FL, 0.2% CD-32 & 2% phenoseal (mixed @ 12.5 ppg & 2.01 cuft/sx). Dropped bomb & op DV tool. Circ btwn stages. Circ 5 bbls cmt off stage tool. Cmt'd 2nd stage as follows (lead): 550 sx Type III cmt w/8% gel, 1/4#/sx celloflake & 2% Phenoseal (mixed @ 11.4 ppg & 3.03 cuft/sk) followed by (tail): 50 sx Type III Neat cmt w/1% CC, 1/4#/sx celloflake & 2% phenoseal (mixed @ 14.5 ppg & 1.39 cuft/sx). Dropped stage tool closing plug. Circ 51 bbls cmt to surf. Released Aztec WS drilling rig #545 @ 3:15 a.m., 05/24/04.

****PRODUCTION CSG WILL BE PRESSURE TSTD @ COMPLETION****

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

SIGNATURE Jeff Patton TITLE DRILLING ENGINEER DATE 05/25/04
Type or print name JEFF PATTON Telephone No. 505-324-1090

(This space for State use)

APPROVED BY Chas R TITLE DEPUTY OIL & GAS INSPECTOR, DIST. 8 DATE MAY 27 2004
Conditions of approval, if any: