Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

RECEIVED

FORM APPROVED OMB NO. 1004-0137 Expires July 31, 2010

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re enter

SEP 06 2012

5. Lease Serial No

JIC 69
6 If Indian, Allottee or Tribe Name

······································	abandoned well. Use Form 3160-3 (APD) for such proposals ington	Field Office d Manager vicarilla apache
	SUBMIT IN TRIPLICATE - Other instructions on page 2	7. If Unit or CA/Agreement, Name and/or No
Type of Well	X Gas Well Other	8. Well Name and No

APACHE FEDERAL #5 2. Name of Operator XIO ENERGY INC. 9. API Well No 3a Address 3b. Phone No (include area code) 30-039-05497 382 CR 3100 AZTEC, NM 87410 505-333-3100 10 Field and Pool, or Exploratory Area Location of Well (Footage, Sec., T, R, M, or Survey Description) BALLARD PICTURED CLIFFS 1650' FNL & 990' FEL SENE SEC. 18 (H) -T24N-R05W 11. County or Parish, State 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF ACTION TYPE OF SUBMISSION X Notice of Intent Acidize Deepen Production (Start/Resume) Water Shut-Off Alter Casing Fracture Treat Reclamation Well Integrity Subsequent Report New Construction Recomplete Casing Repair Other Change Plans Plug and Abandon Temporarily Abandon Final Abandonment Notice

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 final site is ready for final inspection.)

Plug Back

Water Disposal

Convert to Injection

XTO Energy Inc. proposes to plug and abandon this well per the attached procedure. Please see also, the attached current and proposed wellbore diagrams for additional information.

RCVD SEP 12'12 OIL CONS. DIV. DIST. 3

14 I hereby certify that the foregoing is true and correct Name (Printed/Typed)		
KRISTEN D. LYNCH	Title REGULATORY ANALYST	
Signature Listen D. Lynch	Date 9/4/2012	
THIS SPACE FOR FED	ERAL OR STATE OFFICE USE	
Approved by Original Signed: Stephen Mason	Title	Date SEP 0 7 2012
Conditions of approval, if any, are attached Approval of this notice does not warrant or certil the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon	fy that Office	
Title 18 U.S.C. Section 1001, and Title 43 U.S.C. Section 1212, makes it a crime for any personal section 1212.	son knowingly and willfully to make to any department or ag	ency of the United States any false,

fictitious or fraudulent statements or representations as to any matter within its jurisdiction

PLUG AND ABANDONMENT PROCEDURE

July 6, 2011

Apache Federal #05

Ballard Pictured Cliffs
1650' FNL and 990' FWL, Section 18, T24N, R5W
Rio Arriba County, New Mexico / API 30-039-05497
Lat: / Lat:

Note: All cement volumes use 100% excess outside pipe and 50' excess inside. The stabilizing wellbore fluid will be 8.3 ppg, sufficient to balance all exposed formation pressures. All cement will be Class B, mixed at 15.6 ppg with a 1.18 cf/sx yield.

1. This project requires a NMOCD C-144 CLEZ Closed-Loop System Permit for the use of an A-Plus steel tank to handle waste fluids circulated from the well and cement wash up.

2. Install and test location rig anchors. Comply with all NMOCD, BLM, and Operator safety regulations. MOL and RU daylight pulling unit. Conduct safety meeting for all personnel on location. Record casing, tubing and bradenhead pressures. NU relief line and blow down well. Kill well with water as necessary and at least pump tubing capacity of water down the tubing. ND wellhead and NU BOP. Function test BOP.

3. Rods: Yes X , No , Unknown , Size 2.375" , Length 2280' Packer: Yes , No X , Unknown , Type , If this well has rods or a packer, then modify the work sequence in step #2 as appropriate.

NOTE: BLM requires a CBL log to be run on all wells where the cement did not circulate to surface or where a T.S. or CBL log was not previously run. This procedure is prepared with the understanding that it may be modified based on the TOC from the CBL.

- 4. Plug #1 (Pictured Cliffs interval, Fruitland, Kirtland and Ojo Alamo tops, 2155' 1615'): PU and TIH with wireline set 4.5" cement retainer, set at 2155'. RIH with tubing and tag CR. Pressure test tubing to 1000 PSI. Pressure test casing to 800 PSI. If casing does not test, then spot or tag subsequent plug as appropriate. Mix and pump 45 sxs Class B cement above CR to isolate the Pictured Cliffs interval and cover through the Ojo Alamo top. PUH.
- 5. Plug #2 (Nacimiento top, Surface Casing shoe, 349' to Surface): Perforate 3 squeeze holes at 349'. Establish circulation out bradenhead with water and circulate the BH annulus clean. Mix approximately 145 sxs Class B cement and pump down the 4.5" casing to circulate good cement out bradenhead. Shut in well and WOC.
- 6. ND BOP and cut off casing below surface casing flange. Install P&A marker with cement to comply with regulations. RD, move off location, cut off anchors and restore location.

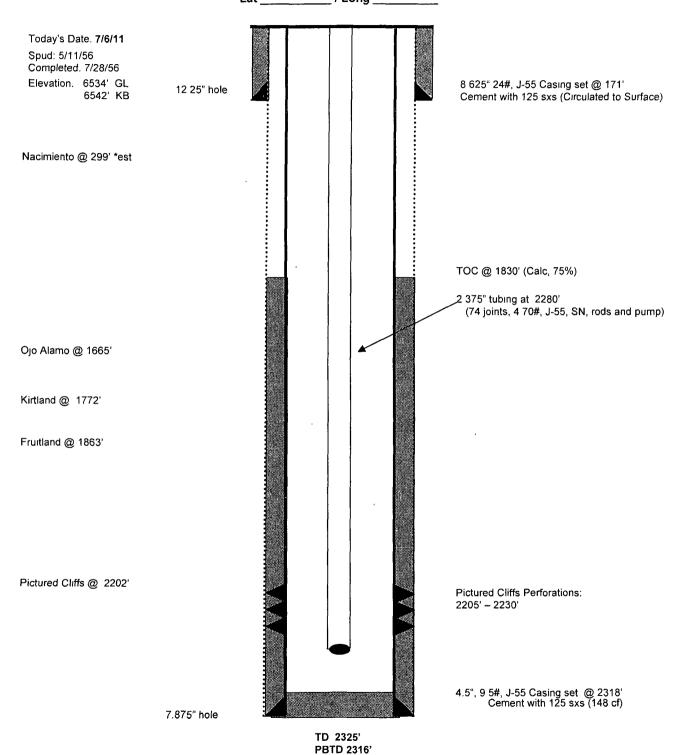
Apache Federal #05

Current

Ballard Pictured Cliffs

1650'FNL, 990' FWL, Section 18, T-24-N, R-5-W,

Rio Arriba County, NM / API #30-039-05497 Lat _____ / Long _____



Apache Federal #05

Proposed P&A

Ballard Pictured Cliffs

1650'FNL, 990' FWL, Section 18, T-24-N, R-5-W,

Rio Arriba County, NM / API #30-039-05497 Lat ______ / Long _____

Today's Date: 7/6/11 Spud: 5/11/56 Completed: 7/28/56 Elevation 6534' GL 6542' KB

12 25" hole

Nacimiento @ 299' *est

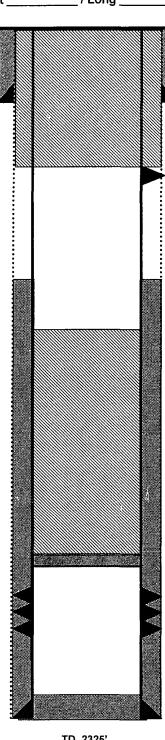
Ojo Alamo @ 1665'

Kirtland @ 1772'

Fruitland @ 1863'

Pictured Cliffs @ 2202'

7.875" hole



TD 2325' PBTD 2316' 8 625" 24#, J-55 Casing set @ 171' Cement with 125 sxs (Circulated to Surface)

Plug #2: 349'- 0' Class B cement, 145 sxs

Perforate @ 349'

TOC @ 1830' (Calc, 75%)

Plug #1: 2155'- 1615' Class B cement, 45 sxs

Set CR @ 2155'

Pictured Cliffs Perforations: 2205' – 2230'

4.5", 9.5#, J-55 Casing set @ 2318' Cement with 125 sxs (148 cf)