

RECEIVED

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM 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 an abandoned well. Use Form 3160-3 (APD) for such proposals.

| | | |
|---|---|---|
| Farmington Field Office Bureau of Land Management | | 5 Lease Serial No 14206032168A |
| 1 Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other | | 6 If Indian, Allottee or Tribe Name NAVAJO TRIBE |
| 2 Name of Operator XTO ENERGY INC | | 7 If Unit of CA/Agreement, Name and/or No N/A |
| 3a Address 382 ROAD 3100 AZTEC, NM 87410 | 3b Phone No (include area code) 505-333-3100 | 8 Well Name and No NV NAVAJO 27 #002 |
| 4 Location of Well (Footage, Sec., T, R, M., or Survey Description) NENW, SEC 27 (C), T29N, R14W, NMPM 695' FNL & 1885' FWL | | 9 API Well No 30-045-31040 |
| | | 10 Field and Pool or Exploratory Area BASIN FRUITLAND COAL/ WEST KUTZ PC |
| | | 11 Country or Parish, State SAN JUAN, NM |

12 CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA

| TYPE OF SUBMISSION | TYPE OF ACTION | | | |
|--|---|---|--|---|
| <input checked="" 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 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 METER |
| | <input type="checkbox"/> Change Plans | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon | CALIBRATION |
| | <input type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug Back | <input type="checkbox"/> Water Disposal | VARIANCE |

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 recompleat 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 must be filed within 30 days following completion of the involved operations If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 must be filed once testing has been completed Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection)

XTO Energy Inc. would like to request an exception to the Onshore Order #5 that requires quarterly meter calibration Due to low volume (less than 100 mcf), XTO Energy Inc proposes to calibrate the meter for this well semi-annually.

ACCEPTED FOR RECORD

| | |
|--|------------------------|
| 14 I hereby certify that the foregoing is true and correct Name (Printed/Typed) Malia Villers | Title Permitting Tech. |
| Signature <i>Malia Villers</i> | Date 8.23.12 |

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

ENTERED
AFMSE

| | | |
|---|--------|------------------------------|
| Approved by | Title | Date SEP 11 2012 |
| 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 | BY <i>/s/ K.J. Schneider</i> |

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

(Instructions on page 2)

NMOCD

APPROVED

Well and Notice Remarks

| Doc. Number | Doc. Type | Case Number | Type | Name |
|-------------|-----------|--------------|--------|------|
| 12KJS0146S | VARI | 14206032168A | TRIBAL | |

| API | Well Name | Number | Operator |
|----------------|--------------|--------|-------------------------------|
| 300453104000C1 | NV NAVAJO 27 | 2 | XTO ENERGY INC |
| 300453104000C2 | NV NAVAJO 27 | 2 | XTO ENERGY INC |
| FACILITY | NV NAVAJO 27 | 2 | LANCE OIL AND GAS COMPANY INC |

| Doc Number | Date | Author | Subject | Category |
|------------|------------|-----------------|---------|----------|
| 12KJS0146S | 09/11/2012 | KEVIN SCHNEIDER | VARI | APPROVAL |

Category GENERAL

Date 09/11/2012

Variance to Onshore Order #5, for semi-annual gas meter calibrations in accordance with NTL 92-5. Wells produce Less than 100 MCFD. Approval is indefinite and will remain in effect until production no longer meets the requirement of NTL 92-5 or is rescinded by the BLM by writtnen notice.