Form 3160-3 (April 2004)	RECEIVEL CONS. D		FORM APPRO OMB No. 1004- Expires March 3	-0137		
UNITED STATE DEPARTMENT OF THE	INTERIOR DIST. 3	135	5. Lease Serial No. NMNM-003153			
BUREAU OF LAND MA	NAGEMENT	11 1/2	6. If Indian, Allotee or Tr	ihe Name		
APPLICATION FOR PERMIT TO	N/A	Toe Marie				
ia. Type of work: DRILL REEN	7 If Unit or CA Agreement N/A	t, Name and No.				
lb. Type of Well: Oil Well Gas Well Other	pe of Well: Oil Well Gas Well Other Single Zone Multiple Zone					
2. Name of Operator XTO ENERGY INC			9. API Well No. 30-045-329/	7		
3a. Address 2700 FARMINGTON AVE., BLDG. K-1 FARMINGTON, NM 87401)	10. Field and Pool, or Explor BASIN FRUITLAN	•			
4. Location of Well (Report location clearly and in accordance with		11. Sec., T. R. M. or Blk. and	d Survey or Area			
At surface 660 FSL & 1850 FWL		10-26N-11W NMP	Nα			
At proposed prod. zone SAME			N 10-2014-11 W 141411	, vi		
14. Distance in miles and direction from nearest town or post office* 14 AIR MILES SOUTH OF BLOOMFIELD			12. County or Parish SAN JUAN	13. State NM		
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 1,964'	16. No. of acres in lease	17. Spacii	320			
18. Distance from proposed location*	19. Proposed Depth	20. BLM	BIA Bond No. on file			
to nearest well, drilling, completed, applied for, on this lease, ft. 1,755' (XTO OHR 11)	2,100'	BLM	I NATIONWIDE 57 91 73			
21. Elevations (Show whether DF, KDB, RT, GL, etc.)	22. Approximate date work will	start*	23. Estimated duration			
6,336' GL	08/21/2005		2 WEEKS			
	24. Attachments					
The following, completed in accordance with the requirements of Ons	hore Oil and Gas Order No.1, shall	be attached to the	nis form:			
Well plat certified by a registered surveyor. A Drilling Plan.	4. Bond to cov Item 20 abov		ons unless covered by an exist	ting bond on file (see		
 A Surface Use Plan (if the location is on National Forest Syste SUPO shall be filed with the appropriate Forest Service Office). 		site specific in	formation and/or plans as may	be required by the		
25. Signature	Name (Printed/Typed)		Date	2		

	\rightarrow			authorized officer.		
25. Signature	12.1	102	$\sqrt{}$	Name (Printed/Typed)		Date
, ,				BRIAN WOOD		02/22/2005
Title	ULTANT	Γ	,	PHONE: (505) 466-8120	FAX: (505) 466-9682	-
Approved by Signature		miles	icoc /	Name (Printed/Typed)		Date 12/30/05
Title d	At	M		Office FFO		
Application approval d	oes not w	arrant or certify th	at the applicant holds leg	alor equitable title to those rights in	the subject lease which would	entitle the applicant to
conduct operations there						
Conditions of approval	l, if any, a	re attached.				

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 of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

*(Instructions on page 2)
DRILLING OPERATIONS AUTHORIZED ARE
SUBJECT TO COMPLIANCE WITH ATTACHED
"GENERAL REQUIREMENTS".

This action is subject to technical and procedural review pursuant to 43 CFR 3165.4 FOR THE PROCEDURAL PROCEDURA PROCEDURAL PROCEDURA PROCEDURA PROCEDURA PROCEDURA PROCEDURA PROCEDURA PROCEDURA PROCEDURA PROCEDURA PROCED

NMOCD

DISTRICT ! 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 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 June 10, 2003

Submit to Appropriate District Office State Lease — 4 Copies

Fee Lease — 3 Copies

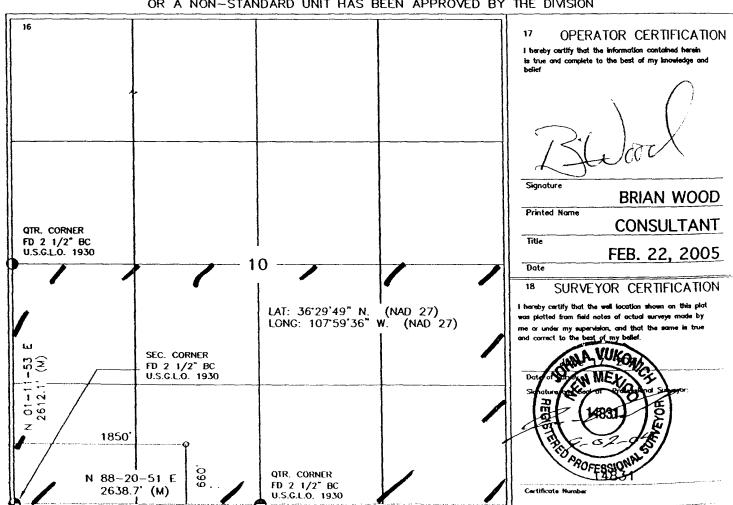
☐ AMENDED REPORT

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

WELL LOCATION AND ACREAGE DEDICATION PLAT

	Number			² Pool Code	1	³ Pool Name					
3n-045	- 329	117	71	71629 BASIN FRUITLAND COAL							
Property Co	de			-1					ell Number		
2285	M		· O H RANDEL ·							15	
OCRID No					*Oper	ator Nar	ne			•	Elevation
16	7067		XTO ENERGY INC.						6336		
					10 Surfe	ace l	ocation				
UL or lot no.	Section	Township	Range	Lot Idn	Feet from	the	North/South line	Feet from the	East/Wes	t line	County
N .	10	26-N	11-W		660		HJUO2	. 1850.	, WES	ST .	SAN JUAN
			"Bott	om Hole	Locati	ion If	Different Fr	om Surface			
UL or lot no.	Section	Township	Range	Lot Idn	Feet from	the	North/South line	Feet from the	East/Wes	st line	County
¹² Dedicated Acre	3	1	¹³ Johnt or i] गब्रि	14 Consolida	tion Cod	8	¹⁸ Order No.	1,		1
32 NO ALLOV		MIL BE A	SSIGNE	нт от п	IS COMP	LETIO	N UNTIL ALL	INTERESTS	JAVE D	EEN C	ONSOLIDATE

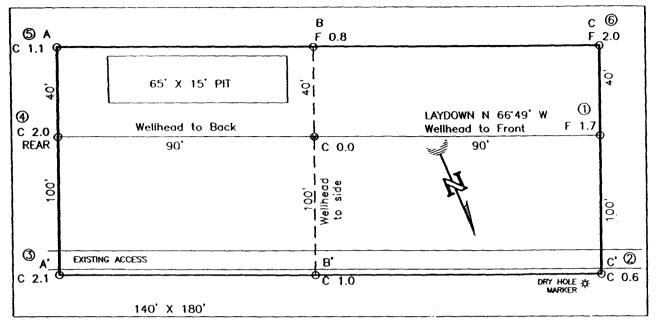
NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



Submit 3 Copies To Appropriate District Office	State of New Me			Form C-103 May 27, 2004
District I 1625 N. French Dr., Hobbs, NM 88240	Energy, Minerals and Natural Resources		WELL API NO.	30-045- 22917
District II 1301 W. Grand Ave., Artesia, NM 88210	OIL CONSERVATION		5. Indicate Type of	CA 11 '
<u>District III</u> 1000 Rio Brazos Rd., Aztec, NM 87410	1220 South St. Fran		STATE [FEE
<u>District IV</u> 1220 S. St. Francis Dr., Santa Fe, NM 87505	Santa Fe, NM 8'	7303	6. State Oil & Gas NMNM-003	i
(DO NOT USE THIS FORM FOR PROPO	ICES AND REPORTS ON WELLS SALS TO DRILL OR TO DEEPEN OR PLI CATION FOR PERMIT* (FORM C-101) FO	UG BACK TO A	O H RANDI	Unit Agreement Name EL
1. Type of Well: Oil Well	Gas Well X Other		8. Well Number	15
2. Name of Operator XTO EN	IERGY INC.		9. OGRID Numbe	er 167067
	RMINGTON AVE., BLDG. K-1 IGTON, NM 87401	,	10. Pool name or BASIN FRUI	Wildcat FLAND COAL GAS
4. Well Location			<u> </u>	
Unit Letter N :	660 feet from the SOUT			n the <u>WEST</u> line
Section 15	Township 26N R: 11. Elevation (Show whether DR	ange W	NMPM	County SAN JUAN
	6,336' GL	, 1010, 101, 510, 610.	,	2-3-4
Pit or Below-grade Tank Application XI or Brit type DRILLING Depth to Groundw	or Closure []	>1000		>200 (1000)
Pit type DRILLING Depth to Groundw Pit Liner Thickness: 12 mil			ance from nearest surfa	ice water -300
	Appropriate Box to Indicate N			Data
•			-	
NOTICE OF IN PERFORM REMEDIAL WORK □	NTENTION TO: PLUG AND ABANDON ☐	SUB REMEDIAL WOR	SEQUENT REI	PORT OF: ALTERING CASING [7]
TEMPORARILY ABANDON	CHANGE PLANS	COMMENCE DRI		P AND A
PULL OR ALTER CASING		CASING/CEMEN		
OTHER: DRILLING PIT	[X]	OTHER:		П
13. Describe proposed or comp	oleted operations. (Clearly state all	pertinent details, an		
of starting any proposed w or recompletion.	ork). SEE RULE 1103. For Multip	ole Completions: At	tach wellbore diagra	am of proposed completion
or recompletion.				
I hereby certify that the information grade tank has been/will be constructed of	a above is true and complete to the the concept according to NMOCD guidelines	est of my knowledg	ge and belief. I furtho or an (attached) altern	er certify that any pit or below- ative OCD-approved plan .
SIGNATURE /)	CLTITLE_	CONSULTANT		DATE 2-22-05
Type or print name BRIAN W	- 1			(505) elephone No. 466-8120
	- W /	FUTY OIL & GAS IN	SPECTOR, DIST. ይ.	DATE JAN 0 5 2006
APPROVED BY:Conditions of Approval (if any):	TITLE_			DATE

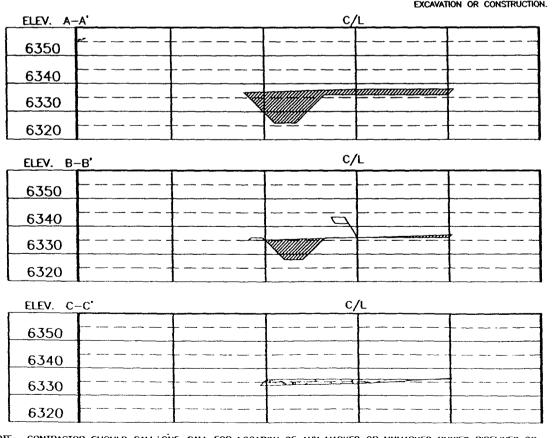
XTO ENERGY INC.
O H RANDEL No. 15, 660 FSL 1850 FWL
SECTION 10, T26N, R11W, N.M.P.M., SAN JUAN COUNTY, N. M.
GROUND ELEVATION: 6336', DATE: JUNE 17, 2004

LAT. = 36*29'49" N. LONG. = 107*59'36" W NAD 27

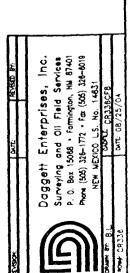


RESERVE PIT DIKE: TO BE 8' ABOVE DEEP SIDE (OVERFLOW - 3' WIDE AND 1' ABOVE SHALLOW SIDE). BLOW PIT: OVERFLOW PIPE HALFWAY BETWEEN TOP AND BOTTOM AND TO EXTEND OVER PLASTIC LINER AND INTO BLOW PIT.

NOTE: DAGGETT ENTERPRISES, INC. IS NOT LIABLE FOR UNDERGROUND UTILITIES OR PIPELINES. NEW MEXICO ONE CALL TO BE NOTIFIED 48 HOURS PRIOR TO EXCAVATION OR CONSTRUCTION.



NOTE: CONTRACTOR SHOULD CALL ONE-CALL FOR LOCATION OF ANY MARKED OR UNMARKED BURIED PIPELINES OR CABLES ON WELL PAD AND OR ACCESS ROAD AT LEAST TWO (2) WORKING DAYS PRIOR TO CONSTRUCTION.



XTO Energy Inc.
O H Randel 15
660' FSL & 1850' FWL
Sec. 10, T. 26 N., R. 11 W.
San Juan County, New Mexico

Drilling Program

1. ESTIMATED FORMATION TOPS

<u>Formation</u>	GL Depth	KB Depth	<u>Elevation</u>
Nacimiento	000'	5'	+6,336'
Ojo Alamo	686'	691'	+5,650'
Kirtland Shale	786'	791'	+5,550'
Fruitland	1,461'	1,466'	+4,875'
Pictured Cliffs	1,695'	1,700'	+4,641'
Lewis Shale	1,825'	1,830'	+4,511'
Total Depth (TD)*	2,100'	2,105'	+4,236'

2. NOTABLE ZONES

Gas & Oil Zones	Water Zones	<u>Coal Zone</u>
Fruitland	Nacimiento	Fruitland
Pictured Cliffs	Ojo Alamo	
	Fruitland	

Water zones will be protected with casing, cement, and weighted mud. Fresh water found while drilling will be recorded. Oil or gas shows will be tested for commercial potential based on the geologist's recommendations.

3. PRESSURE CONTROL

The drilling contract has not yet been awarded, thus the exact BOP system to be used is not yet known. A typical 2,000 psi stack, manifold, and testing procedures are on Page 3.



XTO Energy Inc.
O H Randel 15
660' FSL & 1850' FWL
Sec. 10, T. 26 N., R. 11 W.
San Juan County, New Mexico

4. CASING & CEMENT

Hole Size	<u>O. D.</u>	Weight (lb/ft)	<u>Grade</u>	<u>Age</u>	Connection	Setting Depth
8-3/4"	7"	20	K-55	New	ST&C	160'
6-1/4"	4-1/2"	10.5	K-55	New	ST&C	2,100'

Surface casing will be cemented to the surface with ≈ 50 cubic feet (≈ 43 sacks) Class B + 1/4 lb/sk cello-flake + 2% CaCl₂. Yield = 1.18 cubic feet per sack. Weight = 15.2 pounds per gallon. Volume: \geq 100% excess. A guide shoe and insert float will be used. W. O. C. =12 hours. Surface casing will be tested to 1,500 psi for 30 minutes.

Production casing will be cemented to the surface. Total cement: >437 cubic feet. Volumes are calculated at >100% excess. If cement does not circulate to surface, then a temperature survey will be run to determine the actual cement top as needed. W. O. C. = 12 hours. Test to 2,000 psi.

Lead cement will be ≈ 185 sacks Class B light cement (65% cement/35% Poz with 6% gel) with 5 #/sack gilsonite + 1/4 #/sack Flocele. Yield = 1.99 cu ft/sk. Weight = 12.4 #/gal.

Tail cement will be ≈ 50 sacks 50/50 Class B Poz with 2% gel + 1/4#/sack Flocele + 0.5% Halad 9. Yield = 1.38 cubic feet/sack. Weight = 13.5 #/gallon.

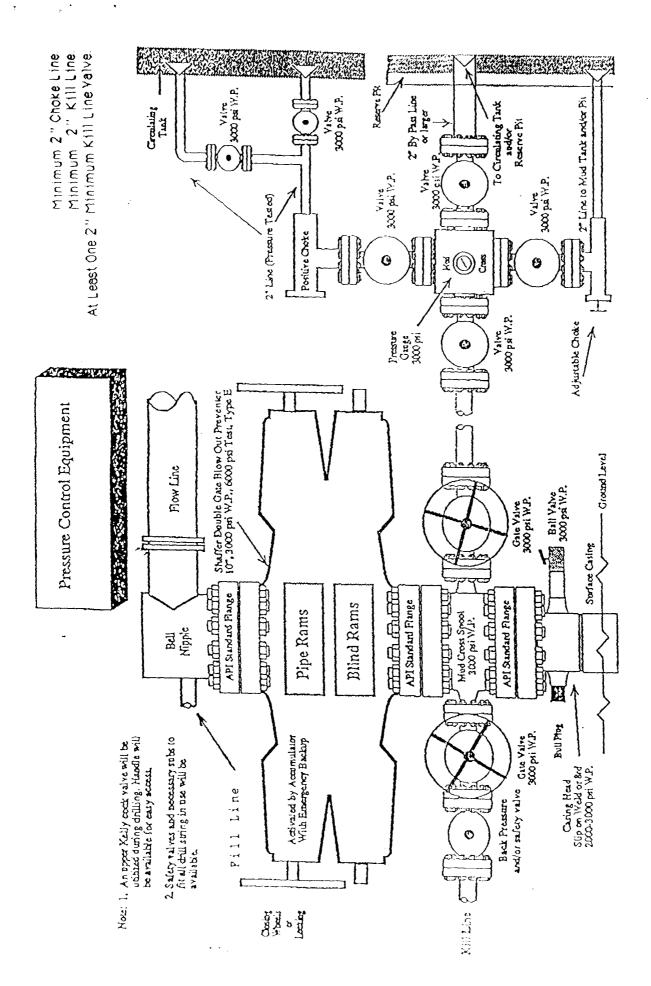
Cement equipment will include a guide shoe, float collar, and 10 centralizers.

MUD PROGRAM

<u>Range</u>	<u>Mud Type</u>	<u>Weight</u>
0' - 160'	Fresh-Spud	8.4
160' - TD	LSND	8.6

Lost circulation and absorption material will be on location.





Note: This equipment is designed to meet requirements for a 2-M rating standard per 43 CFR part 3160 (amended). Proper operation and testing of equipment will be caried out per standard, 2,000 psi equipment can be substituted in the drawing to meet minimum requirements per standard.

XTO Energy Inc.
O H Randel 15
660' FSL & 1850' FWL
Sec. 10, T. 26 N., R. 11 W.
San Juan County, New Mexico



