Aztec

Form C-103 State of New Mexico Submit 3 Copies To Appropriate District Energy, Minerals and Natural Resources May 27, 2004 District I WELL API NO. 1625 N. French Dr., Hobbs, NM 87240 30-045-33447 District II OIL CONSERVATION DIVISION 1301 W. Grand Ave., Artesia, NM 88210 5. Indicate Type of Lease 1220 South St. Francis Dr. District III STATE [] FEE 1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe, NM 87505 District IV 6. State Oil & Gas Lease No. 1220 S. St. Francis Dr., Santa Fe, NM 87505 NMSF077875 SUNDRY NOTICES AND REPORTS ON WELLS 7. Lease Name or Unit Agreement Name (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A PO PIPKIN DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) 8. Well Number 1. Type of Well: OIL COMS. I Oil Well Gas Well X Other F101.9 9. OGRID Number 2. Name of Operator 167067 XTO Energy Inc. 3. Address of Operator 10. Pool name or Wildcat 0£_62 BASIN DAKOTA/BASIN MANCOS 2700 Farmington Ave., Bldg. K. Ste 1 Farmington, NM 87401 4. Well Location 1960 line 785 feet from the Unit Letter feet from the line and Township 27N Range 10W NMPM County SAN JUAN 11. Elevation (Show whether DR, RKB, RT, GR, etc.) Pit or Below-grade Tank Application or Closure Pit type _____ Depth to Groundwater ____ __ Distance from nearest fresh water well _____ Distance from nearest surface water __ Below-Grade Tank: Volume__ Pit Liner Thickness: _bbls; Construction Material . 12. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data SUBSEQUENT REPORT OF: NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK ALTERING CASING COMMENCE DRILLING OPNS. **TEMPORARILY ABANDON CHANGE PLANS PLUG AND** ABANDONMENT CASING TEST AND **PULL OR ALTER CASING** MULTIPLE **CEMENT JOB** COMPLETION OTHER: DOWNHOLE COMMINGLE \mathbf{x} OTHER: 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.

No ON WY YET 4/20/06 - C 10719 to San Fait XTo Energy Inc. requests approval to downhole commingle production from the Basin Dakota (71599) and the $\mu \ell$ Basin Mancos (97232) upon completion. This well is being drilled now. Allocations are based upon a 9-section EUR & calculated as follows: Basin Dakota: Water: 98% Oil: 68% Gas: 90% Basin Mancos: Water: 2% Ownership in this well's pools is common & notice to owners was umnecessary. DHC will offer an economical method of production while protecting against reservoir damage, waste of reserves & protection of correlative rights. The BIM was notified of our intent to DHC this well via submittal of Form 3160-5. I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been will be constructed or plosed according to NMOCD guidelines _____, a general permit _____or an (attached) alternative OCD-approved plan _____ TITLE REGULATORY COMPLIANCE TECH DATE 4/11/2006 E-mail address: Regulatory@xtoenergy.com Type or print name HOLLY C. PERKINS Telephone No. 505-324-1090 DEFUTY OIL & GAS INSPECTOR, DIST. O For State Use Only APR 1 4 2006

APPROVED BY_

Conditions of Approval, if any:

DATE