

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

Form C-103
May 27, 2004

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

WELL API NO. 30-045-26115
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name: FEDERAL GAS COM J
8. Well Number 1E
9. OGRID Number 167067
10. Pool name or Wildcat BASIN DAKOTA/GALLEGOS GALLUP

SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) 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 D : 1000 feet from the NORTH line and 1190 feet from the WEST line Section 24 Township 27N Range 12W NMPM County SAN JUAN	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 5886'	
Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/> Pit type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____ Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____	

12. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data	
NOTICE OF INTENTION TO:	SUBSEQUENT REPORT OF:
PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/> PLUG AND ABANDONMENT <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPLETION <input type="checkbox"/>	CASING TEST AND CEMENT JOB <input type="checkbox"/>
OTHER: DOWNHOLE COMMINGLE <input checked="" 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.

DHC 2274 AZ
XTO reqsts apprvl f/exemption to Rule 303-C to permit DHC of prod fr/Basin DK (71599) & Gallegos Gallup (26980) upon completion of drlg. The proposed alloc are based on individual pool average prod of wells in a 9-section surrounding area. Based on avg prod, XTO proposes to allocate the comgl prod as:

Basin Dakota	Gas: 77%	Water: 53%	Oil: 53%
Gallegos Gallup	Gas: 23%	Water: 47%	Oil: 47%

Ownership in these pools is not common & notice was given by certified, return receipt mail to WI, ORRI, NRI owners on 4/20/06. No obj were rcvd. DHC will offer an economical method of prod while guarding against resrvr damage, waste of resrv's & protection of correlative rights. BLM was notified of intent.

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 closed according to NMOCD guidelines ☐ , a general permit ☐ or an (attached) alternative OCD-approved plan ☐

SIGNATURE *Lorri D. Bingham* TITLE **REGULATORY COMPLIANCE TECH** DATE **5/16/06**
E-mail address: **REGULATORY@XTOENERGY.COM**
Type or print name **LORRI D. BINGHAM** Telephone No. **505-324-1090**

For State Use Only

APPROVED BY *[Signature]* TITLE **DEPUTY OIL & GAS INSPECTOR, DIST. 1** DATE **MAY 17 2006**
Conditions of Approval, if any: