Form 3160-5 (April 2004)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

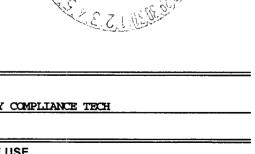
SUNDRY NOTICES AND REPORTS ON WELLS

FORM APPROV	ED
OMB NO. 1004-0	1137
Expires March 31,	2007

5. Lease Serial No.

NMSF078872A If Indian Allottee or Tribe Name

Do not use this form for p abandoned well. Use Forn				o. If Indian, An	ottee of Tribe Name
SUBMIT IN TRIPLICATE - 0	Other instructions	on reverse side	2006 AUG 1	7. IF Yilit of CA	JAgreement, Name and/or N
1. Type of Well Oil Well X Gas Well Other 2. Name of Operator			REO 070 FAR	ALICE BOLA	
3a. Address 2700 Farmington Ave., Bldg. K. Ste 1 4. Location of Well (Footage, Sec., T., R., M., or Survey L.		3b. Phone No. (<i>include ar</i> 505-3	rea code) 1 24-1090	1	- 01/100
1650' FSL & 1650' FWL, SEC 15K T27N				11. County or	
12. CHECK APPROPRIATE	BOX(ES) TO IN	DICATE NATURE OF	NOTICE, REP	ORT, OR OTH	IER DATA
TYPE OF SUBMISSION	TYPE OF ACTION				
X Notice of Intent Subsequent Report Final Abandonment Notice	Acidize Alter Casing Casing Repair Change Plans Convert to Injecti	Deepen Fracture Treat New Construction Plug and Abandon Plug Back	Reclamation Recomple	te ily Abandon	Water Shut-Off Well Integrity X Other COMPLETE WORKOVER
13. Describe Proposed or Completed Operation (clearly If the proposal is to deepen directionally or recomp Attach the Bond under which the work will be per following completion of the involved operations. It testing has been completed. Final Abandonment Netermined that the final site is ready for final inspection. XTO Energy Inc. proposes to perform	lete horizontally, give so formed or provide the f the operation results solutions shall be filed or ection.)	subsurface locations and mea Bond No. on file with BLM in a multiple completion or r nly after all requirements, in	sured and true ve I/BIA. Required s recompletion in a cluding reclamation	rtical depths of all subsequent report new interval, a Fo on, have been cor	pertinent markers and zones s shall be filed within 30 days orm 3160-4 shall be filed onco impleted, and the operator has



I hereby certify that the foregoing is true and correct Name (Printed/Typed) REGULATORY COMPLIANCE TECH Date 10/10/06 HIS SPACE FOR FEDERAL OR STATE OFFICE USE AUG 1 4 2006 Title Approved by Original Signed: Stephen Mason 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

Title

Title 18 U.S.C. Section 1001, and Title 43 U.S.C. Section 1212, makes 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.

Alice Bolack #13 1,650' FSL & 1,650' FWL, Unit K, Sec 15, T-27-N, R-11-W San Juan County, New Mexico

Formation:

West Kutz Pictured Cliffs

Production csg:

5-1/2", 8rd thd, 14-H @ 2,008' KB'. CMT'D w/150 SX

Tubing:

96 its1" tbg & 12' perf sub

Perforations:

None - open hole fr/2,008' - 2,037'

Current Status:

SI

Purpose:

Recomplete Pictured Cliffs.

- 1) Locate and test rig anchors. Install new rig anchors if necessary.
- 2) MI 3 400 bbl tanks and 1 flow back tank, 70 jts 2-7/8" work string, 4 3-1/2" DC's, 2,200' 4", 10.46#, J-55 flush joint casing, 65 joints 2-3/8", 4.7#, J-55 tubing w/slimhole collars, 82 3/4" grade "D" rods with slim hole couplings and adequate pony rods to space out pump. All completion fluids shall be captured in the flowback tank.
- 3) MIRU PU. ND WH. NU BOP.
- 4) RIH & set RBP @ 100'. Blow down well. ND BOP.
- 5) Cut off 8-5/8" and 5-1/2" casing head. Install new or reconditioned 8-5/8" x 5-1/2" slip and seal casinghead and 5-1/2" casing spool.
- 6) Notify BLM and NMOCD of cementing operations, 24 hours prior to pumping cement. BLM 505-599-8900. NMOCD 505-334-6178.
- 7) NU BOP. PU and TIH with 4-3/4" bit, 4-3-1/2" DC's and 2-7/8" tubing. Clean out openhole to 2,037'. Drill new hole from 2,037' 2,200'.
- 8) Circulate hole with Baroid Ez Drill mud (liquid polymer).
- 9) TOH and lay down 2-7/8" tubing, DC's and bit.
- 10) RU casing crew and run 4", 10.46#, J-55, FJ casing as follows:
 - Regular cement nose guide shoe
 - One joint 4", 10.46#, J-55 casing
 - Float collar
 - 4", 10.46, J-55 flush joint casing to surface; Note: Place 1 4" x 10' marker joint at ±1,960'.

Place turbolizer 10' above the guide shoe using a stop ring. Place a 2nd turbolizer on the first collar above the float collar. Install centralizers on every eighth joint to surface (5-6 centralizers) as necessary.

With the casing 2' off bottom. RU the cementing head and circulate a minimum of two casing volumes. Circulate red dye to determine the volume of cement required.

- 11) MIRU BJ Services and cement the production casing as follows: cement casing to surface with 40 bbls 2% KCl water, 10 bbls CaCl2, 5 bbls FW, 10 bbls Flow Guard, 5 bbls FW,
 - 20 sx Premium LHS cmt with 3#/sk CSE, 0.2% CD-32, 0.7% FL-52, 5% A-10, 3% Pheno Seal & 1/4#/sk Celloflake (10.5 ppg, yield 4.06) as scavenger cement
 - 100 sx Premium cmt with 3#/sk CSE, 0.2% CD-32, 0.7% FL-52, 5% A-10, 3% Pheno Seal & 1/4#/sk Celloflake (12.5 ppg, yield 2.13).

Displace cmt w/33.4 bbls fresh water (Bump plug to 500 psig over final displacement pressure. **Do not over displace.**

- 12) ND BOP's. Land 4" flush joint mandrel in casing spool. RDMO PU. WOC 24 hrs.
- 13) NU 5,000 psig WP frac valve. MIRU pump truck. Pressure test casing to 3,000 psig for 30 minutes. Record data on chart per NMOCD orders. Release pressure. RD pump truck.
- 14) MIRU WL. Run GR/CCL/CBL from PBTD to 500'. Run RST from PBTD to 2,000' NOTE: If cement is circulated to surface, do not run CBL
- 15) Perforate Pictured Cliffs w/2-3/4" casing gun (Owen HSC-3125-306, 16 gm charges, 0.33" dia., 15.4" pene., 20-30 holes) from 2008' 2048' with 1 JSPF. RDMO WL. Note: Perforating interval may be adjusted based upon the results of the GR/RST log.
- 16) MIRU frac equipment. BD PC perfs & EIR w/2% KCl water. Acidize with 1,000 gals 15% HCl acid. Flush with 1,400 gals 2% KCl water (over displace by 3 bbl). Frac the Pictured Cliffs down 4" casing @ 40 BPM w/51,733 gallons of fluid w/12# 70Q Delta 140 foam, 2% KCl water and 86,000# 16/30 Brady sand with 20,000# Super LC resin coated sd in 4 ppg stage as follows:

Stage	BPM	Fluid	Vol	Prop	Prop
•			Gals	Conc	
Pad	40	12# 70Q foam	10,500		
2	40	12# 70Q foam	8,000	1	8,000# 16/30 Brady sd
3	40	12# 70Q foam	9,500	2	19,000# 16/30 Brady sd
4	40	12# 70Q foam	12,333	3	37,000# 16/30 Brady sd
5	40	12# 70Q foam	5,500	4	22,000# 16/30 Brady sd
6	40	12# 70Q foam	5,000	4	20,000# 16/30 Super LC RC sd
Flush	40	12# 70Q foam	900		

- 17) SWI for a minimum of 4 hours. RDMO frac crew. Install 1/8" ck & open well to flowback tank. Increase ck size (not to exceed 1/2") pending sd & wtr production.
- 18) Upon well loading up. MIRU PU. ND frac vlv. NU BOP. MIRU air/foam unit. TIH with SN and 2-3/8" tubing. CO to 2,150'. RDMO air/foam unit.
- 19) TIH w/30' x 2-3/8" slotted OPMA, SN, NC and 2-3/8" tubing w/slimhole collars. Land SN @ \pm 2,064'. ND BOP. NU WH.
- 20) TIH with 1-1/2" x 1-1/2" x 10' RWAC-Z-DV pump, RHBO tool, 1' lift sub and 3/4" grade "D" rods to surface.
- 21) Space out pump. HWO.
- 22) Load tubing and check pump action. RDMO PU.
- 23) MI and set Churchill C-50-89-54 pumping unit with 18 hp Kohler engine.
- 24) Start well ppg at 6 SPM and 54" SL.
- 25) Return well to production. Report daily volumes & shoot bimonthly fluid levels.

Regulatory Requirements

1) NOI for full body makeover

Equipment

- 1) 3-400 BBL tanks
- 2) 1 400 BBL flow back tank
- 3) 70 jts 2-7/8" work string
- 4) 4 3 1/2" DC's, 4 3/4" bit
- 5) $2,200^{\circ} 4^{\circ}$, 10.46 #, J-55 flush jts casing, $1 4^{\circ}$ x 10' marker jts
- 6) $82 \frac{3}{4}$ " grade "D" rods
- 7) New or reconditioned casing head
- 8) 5,000 psig WP frac valve
- 9) 1-1/2" x 1-1/2" x 10' RWAC-Z-DV pump, RHBO tool, 1' lift sub
- 10) Churchill C-50-89-54 pumping unit, C-46 engine