

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB NO 1004-0137
Expires March 31, 2007

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.

7/27/07 1 PM 11 27

SUBMIT IN TRIPLICATE - Other instructions on reverse side

RECEIVED

070 FARMINGTON NM

1 Type of Well ☐ Oil Well ☒ Gas Well ☐ Other		7 If Unit or CA/Agreement, Name and/or No
2 Name of Operator XTO Energy Inc.		8 Well Name and No VAQUEROS CANYON #1
3a Address 2700 Farmington Ave., Bldg. K. Ste 1 Farmington,	3b Phone No. (include area code) 505-324-1090	9 API Well No 30-039-27679
4 Location of Well (Footage, Sec, T, R, M, or Survey Description) 1370' FNL & 665' FEL SEC 10H-T29N-R4W		10 Field and Pool, or Exploratory Area BASIN FRUITLAND COAL
		11 County or Parish, State SAN JUAN NM

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

TYPE OF SUBMISSION	TYPE OF ACTION
☒ Notice of Intent	☐ Acidize ☐ Deepen ☐ Production (Start/Resume) ☐ Water Shut-Off
☐ Subsequent Report	☐ Alter Casing ☐ Fracture Treat ☐ Reclamation ☐ Well Integrity
☐ Final Abandonment Notice	☐ Casing Repair ☐ New Construction ☐ Recomplete ☒ Other <u>CHANGE BHL</u>
	☐ Change Plans ☐ Plug and Abandon ☐ Temporarily Abandon
	☐ Convert to Injection ☐ Plug Back ☐ Water Disposal

- 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 shall 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 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the final site is ready for final inspection.)

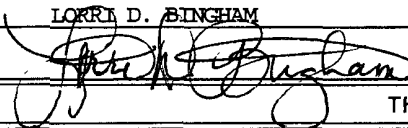
XTO Energy Inc. received verbal approval from Jim Lovato & Troy Salyers of the BLM at 1:00 p.m., 7/27/07 & intends to change the bottom hole location on this well. Please see the attached plats & drilling program.

RCVD AUG2'07

OIL CONS. DIV.

DIST. 3

HOLD 0104 FOR directional survey and as drilled c-102 form

14 I hereby certify that the foregoing is true and correct Name (Printed/Typed) LORRI D. BINGHAM		Title REGULATORY COMPLIANCE TECH
		Date 7/27/07
THIS SPACE FOR FEDERAL OR STATE OFFICE USE		
Approved by Troy L Salyers	Title Petroleum Engineer	Date 8/01/2007
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 FFO		
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		

NMOCD \$

DISTRICT I
1625 N French Dr Hobbs NM 88240

DISTRICT II
1301 W Grand Ave Artesia NM 88210

DISTRICT III
1000 Rio Brazos Rd Aztec, NM 87410

DISTRICT IV
1220 South St Francis Dr Santa Fe NM 87505

State of New Mexico
Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION

1220 South St Francis Dr
Santa Fe, NM 87505

Form O-101

Revised October 12, 2005

Submit to Appropriate District Office

Lease Lease - 4 Copies

Fee Lease - 3 Copies

RECEIVED

☐ AMENDED REPORT

070 FARMINGTON NM

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number	² Pool Code	³ Pool Name Fruitland Coal
⁴ Property Code	⁵ Property Name VAQUEROS CANYON	⁶ Well Number 1
⁷ GRID No	⁸ Operator Name XTO ENERGY INC	⁹ Elevation 6949

¹⁰ Surface Location

UL or lot no	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
H	10	29-N	4-W		1370	NORTH	665	EAST	RIO ARRIBA

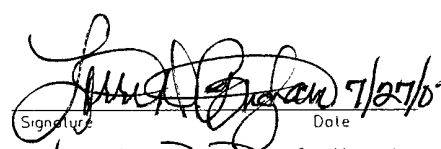
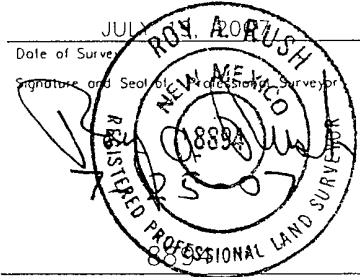
¹¹ Bottom Hole Location If Different From Surface

UL or lot no	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
O	10	29-N	4-W		665	SOUTH	1900	EAST	RIO ARRIBA
¹² Dedicated Acres 320 E12			¹³ Joint or Infill		¹⁴ Consolidation Code		¹⁵ Order No		

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

16

CALC'D CORNER	LOCATION IS STAKED RELATIVE TO EXISTING WELLS AND DRY HOLES ON RECORD WITH N M OIL & GAS CONSERVATION COMMISSION SECTION AND QUARTER CORNERS ARE NON- EXISTANT IN THE AREA DEPENDENT RESURVEY OF THE TOWNSHIP IS REQUIRED TO OBTAIN EXACT DIMENSIONS FROM THE SECTION LINES	CALC'D CORNER
	SURFACE LAT: 36.74296° N. (NAD 83) LONG: 107.23455° W. (NAD 83) LAT 36°44'02.5" N (NAD 27) LONG 107°14'19.6" W (NAD 27)	1370'
	10	665'
	BOTTOM HOLE LAT: 36.44°02.5 N. (NAD 83) LONG: 107.14°19.6 W. (NAD 83) LAT 36°44'02.4" N (NAD 27) LONG 107°14'17.4" W (NAD 27)	
	B.H.L.	1900'
CALC'D CORNER	665'	CALC'D CORNER

17	OPERATOR CERTIFICATION
	I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division
	 Signature Date 7/27/07
	LORRI D. BINGHAM Printed Name
18	SURVEYOR CERTIFICATION
	I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief
	JULY Date of Survey
	 Signature and Seal of Professional Surveyor
	Certificate Number

XTO ENERGY INC.

Vaqueros Canyon #1

Drilling Program

July 20, 2007

Surface Location: 1370' FNL & 665' FEL, Sec. 10, T29N, R4W

Bottomhole Location: 660' FSL & 1900' FEL, Sec. 10, T29N, R4W

County: Rio Arriba Co.

State: New Mexico

GREATEST PROJECTED TVD: 3840'

APPROX GR ELEV: 6949'

GREATEST PROJECTED MD: 6580'

Est KB ELEV: 6961' (12' AGL)

OBJECTIVE: Fruitland Coal

1. MUD PROGRAM:

INTERVAL	0' to 360'	360' to 3780'	3780' to TD
HOLE SIZE	12.25"	8.75"	6.125"
MUD TYPE	FW/Spud Mud	LSND/Gel	Air/Mist
WEIGHT	8.6-9.0	8.4-8.8	NA
VISCOSITY	28-32	28-32	NA
WATER LOSS	NC	5-6	NC

Remarks: Use fibrous materials as needed to control seepage and lost circulation. Pump high viscosity sweeps as needed for hole cleaning. Raise viscosity at TD for logging. Reduce viscosity after logging for cementing purposes. Use Fruitland Coal produced water as make-up water for mist fluid. Pump enough fluid to dampen vibration at directional BHA. If directional control is not maintainable in air/mist environment convert to polymer mud.

2. CASING PROGRAM:

Surface Casing: 9.625" casing to be set at $\pm$ 360' in a 12-1/4" hole filled with 8.40 ppg mud

Interval	Length	Wt	Gr	Cplg	Coll Rating (psi)	Burst Rating (psi)	Jt Str (M-lbs)	ID (in)	Drift (in)	SF Coll ¹	SF Burst ²	SF Ten ³
0'-360'	360'	36.0#	J-55	ST&C	2020	3520	394	8.921	8.765	12.85	22.4	30.4

Production Casing: 7" casing to be set at $\pm$ 3780' MD, 3489' TVD in an 8.75" hole filled with 8.4 ppg mud

Interval	Length	Wt	Gr	Cplg	Coll Rating (psi)	Burst Rating (psi)	Jt Str (M-lbs)	ID (in)	Drift (in)	SF Coll ¹	SF Burst ²	SF Ten ³
0'-3780'	3780'	23#	J-55	ST&C	4320	4980	334	6.276	6.151	2.83	3.27	3.84

Production Liner: 4.5" casing to be set at $\pm$ 6580' MD, 3489' TVD in a 6 1/8" hole filled with 8.4 ppg mud.

Interval	Length	Wt	Gr	Cplg	Coll Rating (psi)	Burst Rating (psi)	Jt Str (M-lbs)	ID (in)	Drift (in)	SF Coll ¹	SF Burst ²	SF Ten ³
3730'-6580'	2850'	10.5	J-55	ST&C	4010	4790	132	4.052	3.927	2.631	3.143	1.91

¹Collapse SF is based on evacuated annulus and hydrostatic at TVD.

²Burst SF is based on evacuated casing and hydrostatic at TVD.

³Tensile SF is based on hanging air weight of casing in a vertical hole at measured depth.

3. WELLHEAD:

- A. Casing Head: WHI QDF System (or equivalent), 9-5/8" x 7", 3,000 psig WP (4,000 psig test) with 9-5/8" 8rnd thread ST&C pin end on bottom and 4-1/2" slips on top (if tie-back string is utilized).
- B. Tubing Head: WHI W2F (or equivalent), 7.063" nominal, 5,000 psig WP (5,000 psig test), 5-1/2" slip-on or weld-on.

4. CEMENT PROGRAM (Slurry design may change slightly, but the plan is to circulate cement to surface on both surface and intermediate casing strings):

- A. Surface: 9.625", 36.0#, J-55, ST&C casing to be set at $\pm 225'$ in 12-1/4" hole.

176 sx of Type III cement (or equivalent) typically containing accelerator and LCM, mixed at 14.5 ppg, 1.39 ft³/sk, & 6.70 gal wtr/sk.

Total slurry volume is 245 ft³, 100% excess of calculated annular volume to 360'.

- B. Production Casing: 7", 23#/ft, J-55, ST&C casing to be set at $\pm 3780'$ MD, 3489' TVD in 8.75" hole.

LEAD:

± 290 sx of Premium Lite FM or CBM Lite typically containing accelerator, LCM, dispersant, and fluid loss additives at 12.1 ppg, 2.22 ft³/sk, & 12.04 gal wtr/sk.

TAIL:

100 sx of Type III or V cement typically containing accelerator, LCM, dispersant, and fluid loss additives at 14.2 ppg, 1.48 ft³/sk, & 7.34 gal wtr/sk.

Total estimated slurry volume for the 7" production casing is 790 ft³.

- C. Production Liner: 4.5", 11.6#/ft, J-55, ST&C casing is to be set at 3750' MD, 3489' TVD in 6.125" hole.

The production liner will be set using an uncemented liner hanger. The liner may be tied back to surface during the completion of the well.

Note: The slurry design may change slightly based upon actual conditions. Final cement volumes will be determined from the caliper logs (if available) plus 40%. It will be attempted to circulate cement to the surface.

5. LOGGING PROGRAM:

- A. Mud Logger: A geologic consultant or unmanned mud logging unit will begin logging the well once the surface shoe is drilled out and remain on the well to TD.
- B. Open Hole Logs as follows: Gamma ray and possibly Resistivity logs will be run from surface shoe to TD. A pilot hole will be drilled at a 35 degree angle to the top of the Picture Cliffs. The pilot hole will be logged with Array Induction/SFL/GR/SP fr/TD (4024') to the bottom of the surface csg. Run Neutron/Lithodensity/Pe/GR/Cal from TD (4024') to the bottom of the surface casing.

6. **FORMATION TOPS:**

Est. KB Elevation: 6961'

Please see directional program for estimated formation tops.

**** Maximum anticipated BHP should be <1,200 psig (<0.30 psi/ft) ****

7. **COMPANY PERSONNEL:**

Name	Title	Office Phone	Home Phone
John Egelston	Drilling Engineer	505-564-6734	505-330-6902
Jerry Lacy	Drilling Superintendent	505-566-7917	505-320-6543
John Klutsch	Project Geologist	817-885-2800	--

JWE
7/20/07

XTO Energy

San Juan Basin (NAD 83)

Vaqueros Canyon #1

Vaqueros Canyon #1

Vaqueros Canyon #1 -- Surface and Pilot Hole

Plan: Build & Pilot Hole

Standard Planning Report

20 July, 2007

XTO Energy, Inc.

Planning Report

Database: EDM 2003.14 Single User Db	Local Co-ordinate Reference: Well Vaqueros Canyon #1	
Company: XTO Energy	TVD Reference: Rig KB @ 6961.0ft (AWS #507)	
Project: San Juan Basin (NAD 83)	MD Reference: Rig KB @ 6961.0ft (AWS #507)	
Site: Vaqueros Canyon #1	North Reference: True	
Well: Vaqueros Canyon #1	Survey Calculation Method: Minimum Curvature	
Wellbore: Vaqueros Canyon #1 -- Surface and Pilot Hole		
Design: Build & Pilot Hole		

Project: San Juan Basin (NAD 83), San Juan Co , NM, Directional wells in T30N, R12W (NAD 83)		
Map System: US State Plane 1983	System Datum: Mean Sea Level	
Geo Datum: North American Datum 1983		
Map Zone: New Mexico Western Zone		

Site: Vaqueros Canyon #1, T29N, R04W			
Site Position:	Northing:	ft	Latitude:
From: None	Easting:	ft	Longitude:
Position Uncertainty: 0 0 ft	Slot Radius:	"	Grid Convergence: 0 00 °

Well: Vaqueros Canyon #1, 5 deg/100' to 40 deg and 15 deg/100' to 90 deg			
Well Position	+N/-S	0 0 ft	Northing: 0 00 ft
	+E/-W	0 0 ft	Latitude: 30° 42' 36.034 N
			Longitude: 116° 28' 58.264 W
Position Uncertainty: 0 0 ft	Wellhead Elevation: 6,949.0 ft	Ground Level: 6,949.0 ft	

Wellbore: Vaqueros Canyon #1 -- Surface and Pilot Hole					
Magnetics	Model Name	Sample Date	Declination	Dip Angle	Field Strength
			(°)	(°)	(nT)
	User Defined	7/18/2007	0.00	0 00	0

Design: Build & Pilot Hole				
Audit Notes:				
Version:	Phase: PLAN	Tie On Depth: 0 0		
Vertical Section:	Depth From (TVD)	+N/-S	+E/-W	Direction
	(ft)	(ft)	(ft)	(°)
	0 0	0 0	0 0	200.81

Plan Sections										
Measured	Inclination	Azimuth	Vertical	+N/-S	+E/-W	Dogleg	Build	Turn	TFO	Target
Depth	(°)	(°)	Depth	(ft)	(ft)	Rate	Rate	Rate	(°)	
(ft)			(ft)			(°/100ft)	(°/100ft)	(°/100ft)		
0 0	0 00	0 00	0 0	0 0	0 0	0 00	0 00	0 00	0 00	
2,232.0	0 00	0 00	2,232.0	0.0	0 0	0 00	0 00	0 00	0 00	
2,233.0	0 03	200.81	2,233.0	0.0	0.0	3 00	3 00	0 00	-159.19	
3,398.7	35 00	200.81	3,327.5	-322.9	-122.7	3 00	3 00	0 00	0 00	Vaqueros Canyon #1
4,024.4	35 00	200.81	3,840.0	-658.4	-250.2	0 00	0 00	0 00	0 00	

XTO Energy, Inc.

Planning Report

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Company: XTO Energy	TVD Reference: Rig KB @ 6961 0ft (AWS #507)	
Project: San Juan Basin (NAD 83)	MD Reference: Rig KB @ 6961 0ft (AWS #507)	
Site: Vaqueros Canyon #1	North Reference: True	
Well: Vaqueros Canyon #1	Survey Calculation Method: Minimum Curvature	
Wellbore: Vaqueros Canyon #1 – Surface and Pilot		
Design: Build & Pilot Hole		

Planned Survey

Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
0 0	0 00	0 00	0 0	0 0	0 0	0 0	0 00	0 00	0 00
100 0	0 00	0 00	100 0	0 0	0 0	0 0	0 00	0 00	0 00
200 0	0 00	0 00	200 0	0 0	0 0	0 0	0 00	0 00	0 00
300 0	0 00	0 00	300 0	0 0	0 0	0 0	0 00	0 00	0 00
360 0	0 00	0 00	360 0	0 0	0 0	0 0	0 00	0 00	0 00
9 5/8"									
400 0	0 00	0 00	400 0	0 0	0 0	0 0	0 00	0 00	0 00
500 0	0 00	0 00	500 0	0 0	0 0	0 0	0 00	0 00	0 00
600 0	0 00	0 00	600 0	0 0	0 0	0 0	0 00	0 00	0 00
700 0	0 00	0 00	700 0	0 0	0 0	0 0	0 00	0 00	0 00
800 0	0 00	0 00	800 0	0 0	0 0	0 0	0 00	0 00	0 00
900 0	0 00	0 00	900 0	0 0	0 0	0 0	0 00	0 00	0 00
1,000 0	0 00	0 00	1,000 0	0 0	0 0	0 0	0 00	0 00	0 00
1,100 0	0 00	0 00	1,100 0	0 0	0 0	0 0	0 00	0 00	0 00
1,200 0	0 00	0 00	1,200 0	0 0	0 0	0 0	0 00	0 00	0 00
1,300 0	0 00	0 00	1,300 0	0 0	0 0	0 0	0 00	0 00	0 00
1,400 0	0 00	0 00	1,400 0	0 0	0 0	0 0	0 00	0 00	0 00
1,500 0	0 00	0 00	1,500 0	0 0	0 0	0 0	0 00	0 00	0 00
1,600 0	0 00	0 00	1,600 0	0 0	0 0	0 0	0 00	0 00	0 00
1,700 0	0 00	0 00	1,700 0	0 0	0 0	0 0	0 00	0 00	0 00
1,800 0	0 00	0 00	1,800 0	0 0	0 0	0 0	0 00	0 00	0 00
1,900 0	0 00	0 00	1,900 0	0 0	0 0	0 0	0 00	0 00	0 00
2,000 0	0 00	0 00	2,000 0	0 0	0 0	0 0	0 00	0 00	0 00
2,100 0	0 00	0 00	2,100 0	0 0	0 0	0 0	0 00	0 00	0 00
2,200 0	0 00	0 00	2,200 0	0 0	0 0	0 0	0 00	0 00	0 00
2,232 0	0 00	0 00	2,232 0	0 0	0 0	0 0	0 00	0 00	0 00
2,233 0	0 03	200 81	2,233 0	0 0	0 0	0 0	3 00	3 00	0 00
2,300 0	2 04	200 81	2,300 0	-1 1	-0 4	1 2	3 00	3 00	0 00
2,400 0	5 04	200 81	2,399 8	-6 9	-2 6	7 4	3 00	3 00	0 00
2,500 0	8 04	200 81	2,499 1	-17 5	-6 7	18 8	3 00	3 00	0 00
2,600 0	11 04	200 81	2,597 7	-33 0	-12 6	35 3	3 00	3 00	0 00
2,700 0	14 04	200 81	2,695 3	-53 3	-20 3	57 1	3 00	3 00	0 00
2,800 0	17 04	200 81	2,791 7	-78 4	-29 8	83 8	3 00	3 00	0 00
2,900 0	20 04	200 81	2,886 5	-108 1	-41 1	115 6	3 00	3 00	0 00
3,000 0	23 04	200 81	2,979 5	-142 4	-54 1	152 3	3 00	3 00	0 00
3,100 0	26 04	200 81	3,070 4	-181 2	-68 9	193 9	3 00	3 00	0 00
3,149 9	27 54	200 81	3,115 0	-202 3	-76 9	216 4	3 00	3 00	0 00
Ojo Alamo									
3,200 0	29 04	200 81	3,159 1	-224 4	-85 3	240 1	3 00	3 00	0 00
3,300 0	32 04	200 81	3,245 2	-271 9	-103 3	290 9	3 00	3 00	0 00
3,322 3	32 71	200 81	3,264 0	-283 1	-107 6	302 8	3 00	3 00	0 00
Fruitland Formation									
3,398 7	35 00	200 81	3,327 5	-322 9	-122 7	345 4	3 00	3 00	0 00
Vaqueros Canyon #1 End of Hzi									
3,400 0	35 00	200 81	3,328 5	-323 6	-123 0	346 2	0 00	0 00	0 00
3,500 0	35 00	200 81	3,410 5	-377 2	-143 3	403 5	0 00	0 00	0 00
3,597 1	35 00	200 81	3,490 0	-429 3	-163 1	459 2	0 00	0 00	0 00
Lower Fruitland Coal									
3,600 0	35 00	200 81	3,492 4	-430 8	-163 7	460 9	0 00	0 00	0 00
3,700 0	35 00	200 81	3,574 3	-484 4	-184 1	518 2	0 00	0 00	0 00
3,800 0	35 00	200 81	3,656 2	-538 1	-204 5	575 6	0 00	0 00	0 00
3,900 0	35 00	200 81	3,738 1	-591 7	-224 8	632 9	0 00	0 00	0 00
4,000 0	35 00	200 81	3,820 0	-645 3	-245 2	690 3	0 00	0 00	0 00

XTO Energy, Inc.

Planning Report

Database: EDM 2003 14 Single User Db	Local Co-ordinate Reference: Well Vaqueros Canyon #1	
Company: XTO Energy	TVD Reference: Rig KB @ 6961 0ft (AWS #507)	
Project: San Juan Basin (NAD 83)	MD Reference: Rig KB @ 6961 0ft (AWS #507)	
Site: Vaqueros Canyon #1	North Reference: True	
Well: Vaqueros Canyon #1	Survey Calculation Method: Minimum Curvature	
Wellbore: Vaqueros Canyon #1 -- Surface and Pilot Hole		
Design: Build & Pilot Hole		

Planned Survey

Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
4,024.4	35.00	200.81	3,840.0	-658.4	-250.2	704.3	0.00	0.00	0.00
Pictured Cliffs SS									
4,165.0	0.00	0.00	0.0	0.0	0.0	0.0	24.89	-24.89	0.00
7"									
6,955.0	0.00	0.00	0.0	0.0	0.0	0.0	0.00	0.00	0.00
4 1/2"									

Targets

Target Name	Dip Angle (°)	Dip Dir. (°)	TVD (ft)	+N/-S (ft)	+E/-W (ft)	Northing (ft)	Easting (ft)	Latitude	Longitude
- hit/miss target									
- Shape									
Vaqueros Canyon #1 En	0.00	0.00	3,490.0	-3,250.0	-1,235.0	-3,145.66	-1,480.73	30° 42' 4.127 N	116° 29' 12.264 W
- plan misses by 2794.5ft at 4024.4ft MD (3840.0 TVD, -658.4 N, -250.2 E)									
- Point									

Casing Points

Measured Depth (ft)	Vertical Depth (ft)	Name	Casing Diameter (")	Hole Diameter (")
360.0	360.0	9 5/8"	9-5/8	12-1/4
4,165.0	7"		7	8-3/4
6,955.0	4 1/2"		4-1/2	6-1/8

Formations

Measured Depth (ft)	Vertical Depth (ft)	Name	Lithology	Dip (°)	Dip Direction (°)
3,149.9	3,115.0	Ojo Alamo	Sandstone	0.00	
3,322.3	3,264.0	Fruitland Formation		0.00	
3,597.1	3,490.0	Lower Fruitland Coal	Coal	0.00	
4,024.4	3,840.0	Pictured Cliffs SS	Sandstone	0.00	

XTO Energy

San Juan Basin (NAD 83)

Vaqueros Canyon #1

Vaqueros Canyon #1

Vaqueros Canyon #1 -- Horizontal Section

Plan: Horizontal Section

Standard Planning Report

20 July, 2007

XTO Energy, Inc.

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Site: Vaqueros Canyon #1	North Reference: True	
Well: Vaqueros Canyon #1	Survey Calculation Method: Minimum Curvature	
Wellbore: Vaqueros Canyon #1 -- Horizontal Section		
Design: Horizontal Section		

Project: San Juan Basin (NAD 83), San Juan Co , NM, Directional wells in T30N, R12W (NAD 83)		
Map System: US State Plane 1983	System Datum: Mean Sea Level	
Geo Datum: North American Datum 1983		
Map Zone: New Mexico Western Zone		

Site: Vaqueros Canyon #1, T29N, R04W		
Site Position: From: None	Northings: ft	Latitude: ft
Position Uncertainty: 0 0 ft	Easting: ft	Longitude: ft
	Slot Radius: "	Grid Convergence: 0 00 °

Well: Vaqueros Canyon #1, 5 deg/100' to 40 deg and 15 deg/100' to 90 deg		
Well Position: +N/-S 0 0 ft	Northings: 0 00 ft	Latitude: 30° 42' 36.034 N
+E/-W 0 0 ft	Easting: 0 00 ft	Longitude: 116° 28' 58.264 W
Position Uncertainty: 0 0 ft	Wellhead Elevation: 6,949.0 ft	Ground Level: 6,949 0 ft

Wellbore: Vaqueros Canyon #1 -- Horizontal Section		
Magnetics: Model Name	Sample Date	Declination (°)
		Dip Angle (°)
		Field Strength (nT)
User Defined	7/20/2007	0 00
		0 00
		0

Design: Horizontal Section		
Audit Notes:		
Version:	Phase: PROTOTYPE	Tie On Depth: 3,398 0
Vertical Section:	Depth From (TVD) (ft)	Direction (°)
	0 0	200 81

Plan Sections										
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)	TFO (°)	Target
3,398 0	34 98	200 81	3,326.9	-322 5	-122 6	0 00	0 00	0 00	0 00	
3,398 0	34 98	200 81	3,326 9	-322.5	-122 6	15 00	15 00	0 01	0 02	
3,764 8	90 00	200 81	3,489 9	-615 1	-233 7	15 00	15 00	0 00	0 00	Vaqueros Canyon #1
6,583 6	90 00	200 81	3,489.9	-3,250.0	-1,235 0	0 00	0 00	0 00	0 00	Vaqueros Canyon #1

XTO Energy, Inc.

Planning Report

Database: EDM 2003 14 Single User Db
 Company: XTO Energy
 Project: San Juan Basin (NAD 83)
 Site: Vaqueros Canyon #1
 Well: Vaqueros Canyon #1
 Wellbore: Vaqueros Canyon #1 -- Horizontal Section
 Design: Horizontal Section

Local Co-ordinate Reference: Well Vaqueros Canyon #1
 TVD Reference: Rig KB @ 6961 0ft (AWS #507)
 MD Reference: Rig KB @ 6961 0ft (AWS #507)
 North Reference: True
 Survey Calculation Method: Minimum Curvature

Planned Survey

Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
3,398.0	34.98	200.81	3,326.9	-322.5	-122.6	345.0	3.00	3.00	0.00
3,400.0	35.28	200.81	3,328.5	-323.6	-123.0	346.2	15.00	15.00	0.00
3,425.0	39.03	200.81	3,348.5	-337.7	-128.3	361.3	15.00	15.00	0.00
3,450.0	42.78	200.81	3,367.4	-353.0	-134.1	377.6	15.00	15.00	0.00
3,475.0	46.53	200.81	3,385.1	-369.4	-140.4	395.2	15.00	15.00	0.00
3,500.0	50.28	200.81	3,401.7	-386.9	-147.0	413.9	15.00	15.00	0.00
3,525.0	54.03	200.81	3,417.1	-405.3	-154.0	433.6	15.00	15.00	0.00
3,550.0	57.78	200.81	3,431.1	-424.7	-161.4	454.3	15.00	15.00	0.00
3,575.0	61.53	200.81	3,443.7	-444.9	-169.0	475.9	15.00	15.00	0.00
3,600.0	65.28	200.81	3,454.9	-465.8	-177.0	498.2	15.00	15.00	0.00
3,625.0	69.03	200.81	3,464.6	-487.3	-185.2	521.3	15.00	15.00	0.00
3,650.0	72.78	200.81	3,472.8	-509.4	-193.6	544.9	15.00	15.00	0.00
3,675.0	76.53	200.81	3,479.4	-531.9	-202.1	569.0	15.00	15.00	0.00
3,700.0	80.28	200.81	3,484.4	-554.8	-210.8	593.5	15.00	15.00	0.00
3,725.0	84.03	200.81	3,487.8	-577.9	-219.6	618.3	15.00	15.00	0.00
3,750.0	87.78	200.81	3,489.6	-601.2	-228.5	643.2	15.00	15.00	0.00
3,764.8	90.00	200.81	3,489.9	-615.1	-233.7	658.0	15.00	15.00	0.00
Vaqueros Canyon #1 End of Hzi									
3,800.0	90.00	200.81	3,489.9	-648.0	-246.2	693.2	0.00	0.00	0.00
3,900.0	90.00	200.81	3,489.9	-741.5	-281.8	793.2	0.00	0.00	0.00
4,000.0	90.00	200.81	3,489.9	-834.9	-317.3	893.2	0.00	0.00	0.00
4,100.0	90.00	200.81	3,489.9	-928.4	-352.8	993.2	0.00	0.00	0.00
4,200.0	90.00	200.81	3,489.9	-1,021.9	-388.3	1,093.2	0.00	0.00	0.00
4,300.0	90.00	200.81	3,489.9	-1,115.4	-423.8	1,193.2	0.00	0.00	0.00
4,400.0	90.00	200.81	3,489.9	-1,208.8	-459.4	1,293.2	0.00	0.00	0.00
4,500.0	90.00	200.81	3,489.9	-1,302.3	-494.9	1,393.2	0.00	0.00	0.00
4,600.0	90.00	200.81	3,489.9	-1,395.8	-530.4	1,493.2	0.00	0.00	0.00
4,700.0	90.00	200.81	3,489.9	-1,489.3	-565.9	1,593.2	0.00	0.00	0.00
4,800.0	90.00	200.81	3,489.9	-1,582.8	-601.4	1,693.2	0.00	0.00	0.00
4,900.0	90.00	200.81	3,489.9	-1,676.2	-637.0	1,793.2	0.00	0.00	0.00
5,000.0	90.00	200.81	3,489.9	-1,769.7	-672.5	1,893.2	0.00	0.00	0.00
5,100.0	90.00	200.81	3,489.9	-1,863.2	-708.0	1,993.2	0.00	0.00	0.00
5,200.0	90.00	200.81	3,489.9	-1,956.7	-743.5	2,093.2	0.00	0.00	0.00
5,300.0	90.00	200.81	3,489.9	-2,050.1	-779.1	2,193.2	0.00	0.00	0.00
5,400.0	90.00	200.81	3,489.9	-2,143.6	-814.6	2,293.2	0.00	0.00	0.00
5,500.0	90.00	200.81	3,489.9	-2,237.1	-850.1	2,393.2	0.00	0.00	0.00
5,600.0	90.00	200.81	3,489.9	-2,330.6	-885.6	2,493.2	0.00	0.00	0.00
5,700.0	90.00	200.81	3,489.9	-2,424.1	-921.1	2,593.2	0.00	0.00	0.00
5,800.0	90.00	200.81	3,489.9	-2,517.5	-956.7	2,693.2	0.00	0.00	0.00
5,900.0	90.00	200.81	3,489.9	-2,611.0	-992.2	2,793.2	0.00	0.00	0.00
6,000.0	90.00	200.81	3,489.9	-2,704.5	-1,027.7	2,893.2	0.00	0.00	0.00
6,100.0	90.00	200.81	3,489.9	-2,798.0	-1,063.2	2,993.2	0.00	0.00	0.00
6,200.0	90.00	200.81	3,489.9	-2,891.5	-1,098.8	3,093.2	0.00	0.00	0.00
6,300.0	90.00	200.81	3,489.9	-2,984.9	-1,134.3	3,193.2	0.00	0.00	0.00
6,400.0	90.00	200.81	3,489.9	-3,078.4	-1,169.8	3,293.2	0.00	0.00	0.00
6,500.0	90.00	200.81	3,489.9	-3,171.9	-1,205.3	3,393.2	0.00	0.00	0.00
6,583.6	90.00	200.81	3,489.9	-3,250.0	-1,235.0	3,476.7	0.00	0.00	0.00

XTO Energy, Inc.

Planning Report

Database:	EDM 2003.14 Single User Db	Local Co-ordinate Reference:	Well Vaqueros Canyon #1
Company:	XTO Energy	TVD Reference:	Rig KB @ 6961 0ft (AWS #507)
Project:	San Juan Basin (NAD 83)	MD.Reference:	Rig KB @ 6961 0ft (AWS #507)
Site:	Vaqueros Canyon #1	North Reference:	True
Well:	Vaqueros Canyon #1	Survey Calculation Method:	Minimum Curvature
Wellbore:	Vaqueros Canyon #1 -- Horizontal Section		
Design:	Horizontal Section		

Targets									
Target Name	hit/miss target	Dip Angle	Dip Dir	TVD	+N/-S	+E/-W	Northing	Easting	
Shape		(°)	(°)	(ft)	(ft)	(ft)	(ft)	(ft)	
									Latitude Longitude
Vaqueros Canyon #1 En		0.00	0 00	3,490 0	-3,250 0	-1,235 0	-3,145 66	-1,480 73	30° 42' 4 127 N 116° 29' 12 264 W
- plan hits target									
- Point									

Casing Points						
Measured Depth	Vertical Depth		Name	Casing Diameter	Hole Diameter	
(ft)	(ft)			(")	(")	
360 0	360.0	9 5/8"		9-5/8	12-1/4	

