

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. 30-039-27679
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. NMSF-07957A
7. Lease Name or Unit Agreement Name: VAQUEROS CANYON
8. Well Number #1
9. OGRID Number 5380
10. Pool name or Wildcat BASIN FTC / CHOZA MESA PC

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 382 CR 3100 AZTEC, NM 87410 (505) 333-3100	
4. Well Location Unit Letter H : 1370 feet from the NORTH line and 665 feet from the EAST line Section 10 Township 29N Range 4W NMPM County RIO ARRIBA	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 6949' GR	
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:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐  
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐  
PULL OR ALTER CASING ☐ MULTIPLE COMPLETION ☐  
OTHER: DOWNHOLE COMMINGLE ☒

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐  
COMMENCE DRILLING OPNS ☐ PLUG AND ABANDONMENT ☐  
CASING TEST AND CEMENT JOB ☐  
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.

XTO Energy Inc. proposes to DHC production from the Basin Fruitland Coal (71629) & the Choza Mesa Pictured Cliffs (74960) upon completion of drilling. Allocations for pools are based upon 4 Fruitland Coal wells & 2 Pictured Cliffs wells in the T29N-R4W area:

FTC: OIL 73.02% WATER 19.68% GAS 10.78%  
PC: OIL 26.98% WATER 80.32% GAS 89.22%

Ownership in these pools is common & notice to owners was unnecessary. DHC will offer an economical method of production while guarding against reservoir damage, waste of reserves & protection of correlative rights. The BLM was notified of XTO's intent to DHC 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 well constructed or closed according to NMOCD guidelines ☐ a general permit ☐ or an (attached) alternative OCD-approved plan ☐

SIGNATURE Holly C. Perkins TITLE REGULATORY COMPLIANCE TECH DATE 10/15/2007  
E-mail address: holly\_perkins@xtoenergy.com

Type or print name HOLLY C. PERKINS

For State Use Only

APPROVED BY [Signature] TITLE Deputy Oil & Gas Inspector, District #3 DATE NOV 16 2007

Conditions of Approval, if any:

DISTRICT I  
P.O. Box 1980, Hobbs, N.M. 88241-1980

DISTRICT II  
P.O. Box 60, Artesia, N.M. 88211-0060

DISTRICT III  
1000 Rio Brazos Rd., Aztec, N.M. 87410

DISTRICT IV  
P.O. Box 2020, Santa Fe, NM 87504-2020

State of New Mexico  
Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION

P.O. Box 2088  
Santa Fe, NM 87504-2088

Form C-102  
Revised February 21, 1994  
Instructions on back  
Submit to Appropriate District Office  
State Lease - 4 Copies  
Fee Lease - 3 Copies

REC'D / SAN JUAN

DEC 05 2001

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

<sup>1</sup> API Number 30-039-27679	<sup>2</sup> Pool Code 71629	<sup>3</sup> Pool Name BASIN FRUITLAND COAL
<sup>4</sup> Property Code	<sup>5</sup> Property Name VAQUEROS CANYON	<sup>6</sup> Well Number 1
<sup>7</sup> Order No. 5380	<sup>8</sup> Operator Name XTO ENERGY INC	<sup>9</sup> Elevation 6949'

<sup>10</sup> 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

<sup>11</sup> 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
<sup>12</sup> Dedicated Acres 320 E/2		<sup>13</sup> Joint or Infill		<sup>14</sup> Consolidation Code		<sup>15</sup> 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

<p>CALC'D CORNER</p> <p>(R) 1882' N4 04' 5276.04' (78.94 CH) WEST</p> <p>LAT: 36°44'35" N LONG: 107°14'04" W</p> <p>10</p> <p>LOCATION IS STAKED RELATIVE TO EXISTING WELLS AND DRY HOLES ON RECORD WITH N.M. OIL &amp; 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.</p>	<p>1370'</p> <p>665'</p> <p>1270'</p> <p>(R) 1882' N4 04' 5276.04' (80 CH) SOUTH</p> <p>CALC'D CORNER</p>	<p>17 OPERATOR CERTIFICATION</p> <p>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief</p> <p>Signature: <u>JERRY WATSON</u></p> <p>Printed Name: <u>JERRY WATSON</u></p> <p>Title: <u>DRILLING ENGINEER</u></p> <p>Date: <u>3-24-04</u></p>
		<p>18 SURVEYOR CERTIFICATION</p> <p>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.</p> <p>Date of Survey: <u>11-2</u></p> <p>Signature: <u>[Signature]</u></p> <p>8894</p> <p>Certificate Number: <u>8894</u></p>

District I  
1625 N. French Dr., Hobbs, NM 88240  
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811 South First, Artesia, NM 88210  
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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 October 12, 2005  
Submit to Appropriate District Office  
Fee Lease - 3 Copies  
State Lease - 4 Copies

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

<sup>1</sup> API Number 30-039-27679		<sup>2</sup> Pool Code 74960		<sup>3</sup> Pool Name CHOZA MESA PICTURED CLIFFS					
<sup>4</sup> Property Code		<sup>5</sup> Property Name VAQUEROS CANYON						<sup>6</sup> Well Number 1	
<sup>7</sup> GRID No. 5380		<sup>8</sup> Operator Name XTO Energy, Inc.						<sup>9</sup> Elevation 6949'	
<sup>10</sup> Surface Location									
UL or lot no H	Section 10	Township 29N	Range 4W	Lot Idn	Feet from the 1370	North/South line NORTH	Feet from the 665	East/West line EAST	County RIO ARRIBA
<sup>11</sup> Bottom Hole Location If Different From Surface									
UL or lot no O	Section 10	Township 29N	Range 4W	Lot Idn	Feet from the 665	North/South line SOUTH	Feet from the 1900	East/West line EAST	County RIO ARRIBA
<sup>12</sup> Dedicated Acres PC, 160 acres		<sup>13</sup> Joint or Infill		<sup>14</sup> Consolidation Code		<sup>15</sup> 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

SHL LAT: 36.74296 N (NAD 83) LONG: 107.234555 W (NAD 83)		1370'		<sup>17</sup> OPERATOR CERTIFICATION I hereby certify that the information contained herein is true & complete to the best of my knowledge & 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.	
SHL		665'		Signature <i>Holly C. Perkins</i>	
SHL		665'		Printed Name Holly C. Perkins	
SHL		665'		Title Regulatory Compliance Tech	
SHL		665'		Date 8/30/2007	
SHL		665'		Date	
BHL LAT: 36.44025 N (NAD 83) LONG: 107.14196 W (NAD 83)		1900'		<sup>18</sup> 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 & correct to the best of my belief.	
BHL		1900'		Date of Survey 6/23/1984	
BHL		1900'		Original Survey Signed By John A. Vukonich	
BHL		1900'		Certificate Number 14831	