Form 3160-5 (August 2007)

1. Type of Well

UNITED STATES• DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB NO. 1004-0137 Expires July 31, 2010

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.

determined that the final site is ready for final inspection.)

SUBMIT IN TRIPLICATE - Other instructions on page 2

5. Lease Serial No.				
NMSF 080373				
6. If Indian, Allottee or Tribe Name				
7. If Unit or CA/Agreement, Name and/or No				
 1				
8. Well Name and No.				
 HANSON #1				
9. API Well No.				
30-045-21298				
 10. Field and Pool, or Exploratory Area				
BASIN DAKOTA				

Oil Well X Gas Well Other 2 Name of Operator Dureau of Cano Management			8. Well Name a	and No. #1	
2. Name of Operator	Farmington Field Office			·· -	
XTO Energy Inc.		, unimagion a voice		9. API Well No).
3a Address	3b. Phone No. (include area code)		30-045-212	98	
382 CR 3100 AZTEC, NM 87410	505-333-3100		10. Field and F	Pool, or Exploratory Area	
4. Location of Well (Footage, Sec., T., R., M., or Surv			BASIN DAKO	TA.	
950' FNL & 1800'FEL SEC 06 -T2	:5N-R10W				
			11. County or Parish, State		
				SAN JUAN	NM
12. CHECK APPROPRIA	ATE BOX(ES) TO IN	DICATE NATURE OF 1	NOTICE, REP	ORT, OR OTHE	ER DATA
TYPE OF SUBMISSION		TY	PE OF ACTION	1	
X Notice of Intent	Acıdıze	Deepen	Production	on (Start/Resume)	Water Shut-Off
	Alter Casing	Fracture Treat	Reclamat	tion	Well Integrity
Subsequent Report	Casing Repair	New Construction	Recomp	lete	Other
Final Abandonment Notice	Change Plans	X Plug and Abandon	Tempora	rily Abandon	
That Availdonnient Notice	Convert to Inject	ion Plug Back	Water Di	ısposal	
13. Describe Proposed or Completed Operation (cl If the proposal is to deepen directionally or rec Attach the Bond under which the work will be following completion of the involved operation testing less hear completed. Final Abandonies	omplete horizontally, give performed or provide the s If the operation results	subsurface locations and mea Bond No. on file with BLM in a multiple completion or r	sured and true v /BIA. Required ecompletion in a	ertical depths of all subsequent report new interval, a Fo	It pertinent markers and zo ts shall be filed within 30 orm 3160-4 shall be filed

JAN 2 3 2008

XTO Energy Inc. intends to plug & abandon this well per the attached procedure.

RCVD FEB 1'08

OIL CONS. DIV.

DIST. 3

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			
Approved by Original Signed: Stephen Mason	Title	Date JAN 3 0 2008		
(/) / THIS SPACE FOR FEDERAL	. OR STATE OFFICE USE			
Signature And I the and I	Date 1/21/08			
14 I hereby certify that the foregoing is true and correct Name (Printed/Typed) LORRI D. BINCHAM	itle RECULATORY COMPLIANC	E TECH		

fictitious or fraudulent statements or representations as to any matter within its jurisdiction

PLUG AND ABANDONMENT PROCEDURE

October 31, 2007

Hanson #1

Basin Dakota 950' FNL, 1800' FEL, Section 6, T25N, R10-W San Juan County, New Mexico, API 30-045-21298

Note: All cement volumes use 100% excess outside pipe and 50' excess inside. The stabilizing wellbore fluid will be 8.3 ppg, sufficient to balance all exposed formation pressures.

All cement will be ASTM Type III, mixed at 14.8 ppg with a 1.32 cf/sx yield.

- 1. Project will require a Pit Permit (C103) from the NMOCD.
- 2. Install and test rig anchors. Prepare waste fluid holding pit. Comply with all NMOCD, BLM and XTO safety rules and regulations. Conduct safety meeting for all personnel on location. MOL and RU daylight pulling unit. NU relief line and blow well down; kill with water as necessary. ND wellhead and NU BOP and stripping head; test BOP.
- 3. Tally and PU 2.375" tubing workstring.
- 4. Plug #1 (Dakota perforations and top, 6310' 6210'): TIH with open ended tubing and tag existing 5.5" CR at 6310'. Load casing with water and circulate well clean. Pressure test casing to 800#. If casing does not test, spot or tag subsequent plugs as appropriate. Mix²16 sxs Type III cement and spot a balanced plug inside casing to cover the Dakota interval. PUH.
- 5. Plug #2 (Gallup top, 5340' 5240'): Mix 16 sxs Type III cement and spot a plug inside the casing to cover the Gallup top. PUH.
 2510' 2403'
- 6. Plug #3 (Mesaverde top, 3494' 3294'): Mix 16 sxs Type III cement and spot a plug inside the casing to cover the Mesaverde top. PUH.

 Chacka 2240-2140 1786' 1446'
 - 7. Plug #4 (Pictured Cliffs and Fruitland tops, 1939' 1626'): Mix 27 sxs Type III cement and spot a plug inside the casing to cover through the Fruitland top. PUH.
 - 9/5 7/0

 8. Plug #5 (Kirtland and Ojo Alamo tops, 1427' 894'): Mix 29 sxs Type III cement and spot a plug inside the casing to cover through the Ojo Alamo top. PUH.
 - 9. Plug #6 (8.625" casing shoe top, 665' 565'): Mix 16 sxs Type III cement and spot a plug inside the casing to cover the 8.625" casing shoe top. TOH and LD tubing.
 - 10. **Plug #7 (Surface):** Perforate 3 HSC squeeze holes at 100'. Establish circulation to surface out the 5.5" casing and bradenhead valve, circulate the BH annulus clean. Mix approximately 25 sxs cement and pump down the 5.5" casing to circulate good cement to the surface. Shut in well and WOC.
 - 11. ND BOP and cut off wellhead below surface casing flange. Install P&A marker with cement to comply with regulations. RD, MOL and cut off anchors. Restore location per BLM stipulations.

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT FARMINGTON DISTRICT OFFICE

1235 LA PLATA HIGHWAY FARMINGTON, NEW MEXICO 87401

Attachment to notice of Intention to Abandon:

Re: Permanent Abandonment

Well: 1 Hanson

CONDITIONS OF APPROVAL

- 1. Plugging operations authorized are subject to the attached "General Requirements for Permanent Abandonment of Wells on Federal and Indian Lease."
- 2. Farmington Office is to be notified at least 24 hours before the plugging operations commence (505) 599-8907.
- 3. The following modifications to your plugging program are to be made:
- a) Place the Mesaverde plug from 2610' 2510'.
- b) Place the Pictured Cliffs/Fruitland plug from 1786' 1446'.
- c) Place the Kirtland/Ojo Alamo plug from 915' 710' inside and outside the 5 ½" casing if cement is not present.
- d) Place the Surface Casing Shoe plug from 665' 565' inside and outside the 4 $\frac{1}{2}$ " casing if cement is not present.

You are also required to place cement excesses per 4.2 and 4.4 of the attached General Requirements.

Office Hours: 7:45 a.m. to 4:30 p.m.