Form 3160-5 (June 2015)

OCD-HOBBS

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB NO. 1004-0137 Expires: January 31, 2018

5. Lease Serial No. NMLC031740B

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.					6. If Indian, Allo	ttee or Tribe	e Name
SUBMIT IN TRIPLICATE - Other instructions on page 2					7. If Unit or CA/Agreement, Name and/or No. 73885U4949 NM70948a		
1. Type of Well ☑ Oil Well ☐ Gas Well ☐ Other					8. Well Name and No. EMSU 208		
2. Name of Operator XTO ENERGY INCORPORATED Contact: STEPHANIE RABADUE					9. API Well No. 30-025-04470-00-S1		
3a. Address 500 W ILLINOIS STREET SU MIDLAND, TX 79701	(include area code) 0.6714		10. Field and Pool or Exploratory Area EUNICE MONUMENT				
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)					11. County or Parish, State		
Sec 4 T21S R36E Lot 9 4620FSL 660FEL					LEA COUNTY, NM		
12. CHECK THE A	PROPRIATE BOX(ES)	TO INDICA	ΓE NATURE O	F NOTICE,	REPORT, OR	OTHER !	DATA
TYPE OF SUBMISSION	TYPE OF ACTION						
Notice of Intent	Notice of Intent ☐ Acidize		□ Deepen		☐ Production (Start/Resume)		Water Shut-Off
Subsequent Report			raulic Fracturing	☐ Reclamation			Well Integrity
	☐ Casing Repair	_	Construction	☐ Recomplete			Other
☐ Final Abandonment Notice	Change Plans		_		porarily Abandon		
13. Describe Proposed or Completed Op-	Convert to Injection			□ Water D			
Attach the Bond under which the worfollowing completion of the involved testing has been completed. Final Ald determined that the site is ready for for XTO Energy, Inc respectfully 12/30/2016 due to rig availabited.	operations. If the operation responded ment Notices must be file in all inspection. requests a 1-year extension lity. The original sundry extension is a comparable of the co	sults in a multipled only after all on to the reference of 1/19/2	e completion or recorequirements, include renced well. The 2017.	empletion in a raing reclamation	new interval, a Form, have been completed	m 3160-4 m	ust be filed once
Electronic Submission #364481 verified by the BLM Well Information System For XTO ENERGY INCORPORATED, sent to the Hobbs Committed to AFMSS for processing by PRISCILLA PEREZ on 02/03/2017 (17PP0132SE) Name (Printed/Typed) STEPHANIE RABADUE Title REGULATORY ANALYST							,
Signature (Electronic Submission) Date 12 (2017 ED)					FOR RECO	ORD	
	THIS SPACE FO	R FEDERA	L OF STATE	OFFICE U	SE		
Approved By Conditions of approval, if any, are attache certify that the applicant holds legal or eq which would entitle the applicant to conduct the applicant to conduct the states any false, fictitious or fraudulent	uitable title to those rights in the act operations thereon. U.S.C. Section 1212, make it a	subject lease	Office BUR	EAU OF LA	WOLD MANAGEMENT OF PROPERTY OF PANAGEMENT OF	ENT ent or agenc	Date
States any raise, rictitious or traudulent	statements of representations as	to any matter w	umi ris jurisdiction.		311106		

Written Order of Authorized Officer

XTO Energy, Inc.. EMSU - 208, API 3002504470 T21S-R36E, Sec 14, 4620FSL & 660FEL April 28, 2017

04/28/2017 TA status accepted for record (without justification of impending use) for the period of 12/30/2016 until 12/30/2017. pswartz

This well recorded no beneficial use inactivity (no reported production) since the month of 10/2016. The maximum time limit of no beneficial use inactivity is 5 years.

Extended Compliant Temporary Abandonment status beyond 12/30/2017 requires the well: plugged back per Onshore Order #2.III.G. and N.M.O.C.D. plugging guidelines, witnessed and charted documented evidence of a satisfactory mechanical integrity test, and justification of impending use provided on a subsequent sundry Form 3160-5.

Consider the beneficial use prospects and the wellbore integrity of this well. Submit a notice of intent procedure to return the wellbore to "beneficial use" or to abandon the well for BLM approval on BLM Form 3160-5 notice of intent via BLM's Well Information System.

Federal Oil & Gas leases are held by well production or actively drilling for production during the end of the primary term of the lease. A TA status will not hold the lease

- 1) If you do not comply as noted, you shall be issued an Incident of Noncompliance (INC) in accordance with 43 CFR 3163.1(a). Failure to comply with the INC may result in assessments as outline in 43 CFR 3163.1, and may also incur civil penalties (43CFR 3163.2). All self-certified corrections must be postmark no later than the next business day after the prescribed time frame for correction.
- 2) Section 109(d)(1) of the Federal Oil and Gas Royalty Management Act of 1982, as implemented by the applicable provisions of the operating regulations at Title 43 CFR 3163.2(f)(1), provides that any person who "knowingly or willfully" prepares, maintains, or submits false, inaccurate, or misleading reports, notices, affidavits, records, data, or other written information required by this part shall be liable for civil penalty of up to \$25,000 per violation for each day such violation continues, not to exceed a maximum of 20 days.
- 3) A person contesting a decision shall request a State Director review of the Written Order. This request must be filed within 20 working days of receipt of the Notice with the

appropriate State Director (see 43 CFR 3165.3). The State Director review decision may be appealed to the Interior Board of Land Appeals, 801 North Quincy Street, Suite 300, Arlington, VA 22203 (see 43 CFR 3165.4). Contact the above listed Bureau of Land Management office for further information.

Operator Information - Requesting Temporarily Abandoned (TA) Status:

A temporarily abandoned well defined as a completion not capable of production in paying quantities with value for recompletion or as a service well. The backlog of wells without potential creates idle well surplus.

Temporary Abandonment (TA) Status Consideration for BLM Acceptance Requires:

- Notice of Intent (NOI) Sundry (Form 3160-5) with BLM approval to prepare the wellbore for a Mechanical Integrity Test (MIT) or Casing Integrity Test (CIT). BLM IS NOT APPROVING TA STATUS WITH NOI APPROVAL. NOI approval expires in 90 days.
- 2. Subsequent Report Sundry that describes applicable compliance:
 - a. All downhole production artificial lift equipment (tubing, rods, etc.) removed from wellbore.
 - b. Formations below open perforations plugged per permanent plugging procedures.
 - c. Packer set just above open perforations, annulus loaded with corrosion inhibiting fluid, and a passing MIT.
 - d. Cement plug covering at 50ft or more above and below the open perforations with the plug top verified by tagging with tubing is an optional plug.
 - e. Thirty-five feet of cement dump bailed on a CIBP above top perforations of formation.
 - f. CIBP installed close to 50 feet above perforations or open hole, capped with minimum of 25 sacks cement, placed, and tagged with tubing.
 - g. Wellbore above plugback corrosion inhibited fluid filled.
 - h. MIT at least 24 hours prior contact the appropriate BLM office. Eddy County call Carlsbad 575-361-2822. Lea County call Hobbs 575-393-3612.
 - i. Document a 500psig minimum BLM witnessed MIT on one hour full rotation calibrated (within 6 months) recorder chart registering within 35 to 75 per cent of full range.
 - j. Greater than 10% pressure leakoff viewed as a failed MIT, submit a procedure to repair or plug the well within 30 days.
 - k. All annular casing vents plumbed and open to the surface during MIT. Record casing vent(s) observations. MIT procedure will be evaluated site specifically and affect approvals.
 - 1. Subsequent Sundry Report (Form 3160-5) requesting TA approval to include workover description, a clear copy or original MIT chart, current wellbore diagram, justification and anticipated date of beneficial use.
- 3. Upon acceptance of the subsequent report and justification document, a time limit of TA status compliance set by BLM.

References: 43 CFR 3161.2, 43 CFR 3162.1(a), 43 CFR 3162.3-2, 43 CFR 3162.3-4, 43 CFR 3162.4-1, 43 CFR 3162.5, Onshore Oil and Gas Order #1.X., & Onshore Oil and Gas Order #2.III.G.