



SUSPENSE 6-27-05	ENGINEER Stegor	LOGGED IN ms	TYPE NSL	APP NO. PMESD-518731819
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NEW MEXICO OIL CONSERVATION DIVISION
 - Engineering Bureau -
 1220 South St. Francis Drive, Santa Fe, NM 87505

ABOVE THIS LINE FOR DIVISION USE ONLY

ADMINISTRATIVE APPLICATION CHECKLIST

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

Application Acronyms:

- [NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication]**
[DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling]
[PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement]
[WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion]
[SWD-Salt Water Disposal] [IPI-Injection Pressure Increase]
[EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]

[1] **TYPE OF APPLICATION** - Check Those Which Apply for [A]

- [A] Location - Spacing Unit - Simultaneous Dedication
 NSL NSP SD

XTO's
 Florance 74

Check One Only for [B] or [C]

- [B] Commingling - Storage - Measurement
 DHC CTB PLC PC OLS OLM

- [C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery
 WFX PMX SWD IPI EOR PPR

- [D] Other: Specify _____

30-045-32607

RECEIVED

JUN 7 2005

[2] **NOTIFICATION REQUIRED TO:** - Check Those Which Apply, or _ Does Not Apply

- (A) Working, Royalty or Overriding Royalty Interest Owners

- (B) Offset Operators, Leaseholders or Surface Owner

- [C] Application is One Which Requires Published Legal Notice

- (D) Notification and/or Concurrent Approval by BLM or SLO
 U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office

- (E) For all of the above, Proof of Notification or Publication is Attached, and/or,

- [F] Waivers are Attached

Oil Conservation Division
 1220 S. St. Francis Drive
 Santa Fe, NM 87505

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JUN 7 2005

[3] **SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE.**

Oil Conservation Division
 1220 S. St. Francis Drive
 Santa Fe, NM 87505

[4] **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

Print or Type Name

BRIAN WOOD
 (505) 466-8120
 FAX 466-9682

Signature

Brian Wood

Title

CONSULTANT

Date

6-6-05

e-mail Address

brian@permitswest.com

REQUEST FOR ADMINISTRATIVE APPROVAL FOR NONSTANDARD LOCATION FOR
XTO ENERGY INC.
FLORANCE 74
2250' FSL & 790' FEL SEC. 19, T. 27 N., R. 8 W., SAN JUAN COUNTY, NM

I. The well is on BLM surface and on BLM oil and gas lease (NMNM-003380). The proposed location is nonstandard for the WC Basin Mancos due to topography. (NSL approval for the Blanco Pictured Cliffs South in this same well was previously issued on March 6, 2005 via NSL-5161, also for topography.) A standard location must be at least 660' from the quarter line. This well is staked 270' further north than is standard. (Closest standard location would be 1980' FSL and 790' FEL.) The APD cover sheet is attached as EXHIBIT A.

II. A C-102 showing the well location and pro ration unit (SE4 Sec. 19) is attached (EXHIBIT B). Relevant parts of the BLM oil and gas lease (2,400.96 acres) are shown as solid lines on the attached (EXHIBIT C) copy of the Fresno Canyon USGS topo map.

The well encroaches on the NE4 Section 19. The WC Basin Mancos in that quarter section has been dedicated XTO's Florance 72 which is on the same lease. WC Basin Mancos acreage dedications (quarter sections) are shown on Exhibit D. That quarter section is the only WC Basin Mancos dedication in the 8 adjacent quarter sections.

III. According to NM Oil Conservation Division and ONGARD records reviewed on June 6, 2005; the closest existing or planned WC Basin Mancos well is XTO's existing Florance 72 well which is 2,381' north at 775' FNL & 1555' FEL 19-27n-8w and on the same lease. EXHIBIT D shows the proposed well site, WC Basin Mancos dedicated spacing units, and WC Basin Mancos wells within those dedications.

Registered letters were sent on June 6, 2005 to all of the offset interest owners. Copies of the postal receipts and letters are attached.

IV. A copy of the USGS map is attached (EXHIBIT D). The proposed well site is marked. Pro ration unit (solid line) for the WC Basin Mancos gas is the 160.00 acre southeast quarter of Section 19, Township 27 North, Range 8 West, San Juan County, NM.

RECEIVED

JUN 7 2005

V. The nonstandard location is due to topography. The closest standard location is on the side of a ≈500' high cliff on Blanco Mesa.

VI. Archaeology is not an issue.

VII. See item V. above and attached map (EXHIBIT D) for a description of the surface conditions.

VIII. Directional drilling is not feasible because it is not cost effective.

IX. I hereby certify notice (see attached EXHIBIT E) has been sent to the following lessees, lessors, operators of existing spacing units, or owners of undrilled leases which adjoin the applicant's spacing unit on one or more of the two sides or the single closest corner to the proposed well and that the information is current and correct.

BLM
BP America Production Co.
Burlington Resources Oil and Gas Company
ConocoPhillips Co.
Rio Arriba Investment LLC Co.
Roddy Production Co. Inc.

Brian Wood

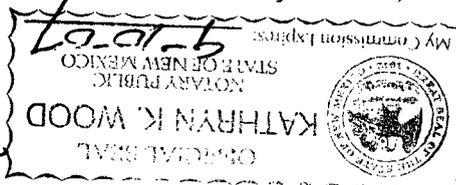
6-6-05

Brian Wood, Consultant

STATE OF NEW MEXICO)
) SS:
COUNTY OF SANTA FE)

The foregoing instrument was acknowledged before me this 6th day of June, 2005 by Brian Wood. Witness my hand and official seal.

Kathryn K. Wood
Notary Public



My Commission Expires: 9-10-07

Business Address: 37 VERANO LOOP, SANTA FE, NM 87508

cc: Aztec OCD, Vaughan

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR REENTER

FORM APPROVED
OMB No. 1004-0136
Expires November 30, 2000

5. Lease Serial No. **NMNM-0 003380**
6. If Indian, Allottee or Tribe Name **N/A**
7. If Unit or CA Agreement, Name and No. **N/A**

1a. Type of Work: DRILL REENTER
1b. Type of Well: Oil Well Gas Well Other Single Zone Multiple Zone

8. Lease Name and Well No. **Florance 74**

2. Name of Operator **XTO Energy Inc.**

9. API Well No. **30-045- 32607**

3a. Address **2700 Farmington Ave., Bldg K-1
Farmington, NM 87401** 3b. Phone No. (include area code) **(505) 324-1090**

10. Field and Pool, or Exploratory **Blanco PC South, Blanco Mesa Verde, & Basin Dakota**

4. Location of Well (Report location clearly and in accordance with any State requirements. *)
At surface **2250' FSL & 790' FEL**
At proposed prod. zone **Same**

11. Sec., T., R., M., or Blk. and Survey or Area
19-27n-8w NMPM

14. Distance in miles and direction from nearest town or post office*
13 air miles SE of Blanco Post Office

12. County or Parish **San Juan** 13. State **NM**

15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) **1,850'** 16. No. of Acres in lease **2,400.96** 17. Spacing Unit dedicated to this well **SE4 (160 acres) & E2 (320 acres)**

18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. **1,538'*** 19. Proposed Depth **7,675'** 20. BLM/BIA Bond No. on file **BLM nation wide: 57 91 73**

21. Elevations (Show whether DF, KDB, RT, GL, etc.) **6,754' ungraded** 22. Approximate date work will start* **Upon Approval** 23. Estimated duration **4 weeks**

24. Attachments

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, shall be attached to this form:

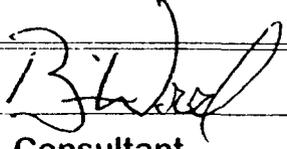
- Well plat certified by a registered surveyor.
- A Drilling Plan.
- A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office).
- Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
- Operator certification.
- Such other site specific information and/or plans as may be required by the authorized officer.

Comments

***to XTO's Florance 67
APD/ROW (GulfTerra)**

EXHIBIT A

cc: BLM (& OCD), Patton

25. Signature 	Name (Printed/Typed) Brian Wood	Date 10-3-04
Title Consultant	Phone: 505 466-8120	FAX: 505 466-9682
Approved by (Signature)	Name (Printed/Typed)	Date
Title	Office	

Application approval does not warrant or certify the the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Conditions of approval, if any, are attached.

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

DISTRICT I
1625 N. Fench Dr., Hobbs, N.M. 88240

State of New Mexico
Energy, Minerals & Natural Resources Department

Form C-102
Revised June 10, 2003
Instructions on back
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

DISTRICT II
1301 W. Grand Avenue, Artesia, N.M. 88210

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87504-2088

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

DISTRICT IV
1220 South St. Francis Dr., Santa Fe, NM 87505

AMENDED REPORT
ADD ZONE

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-045-32607		² Pool Code 97232	³ Pool Name WC BASIN MANCOS
⁴ Property Code 22608	⁵ Property Name FLORANCE		⁶ Well Number 74
⁷ OGRID No. 167067	⁸ Operator Name XTO ENERGY INC.		⁹ Elevation 6754

¹⁰ Surface Location

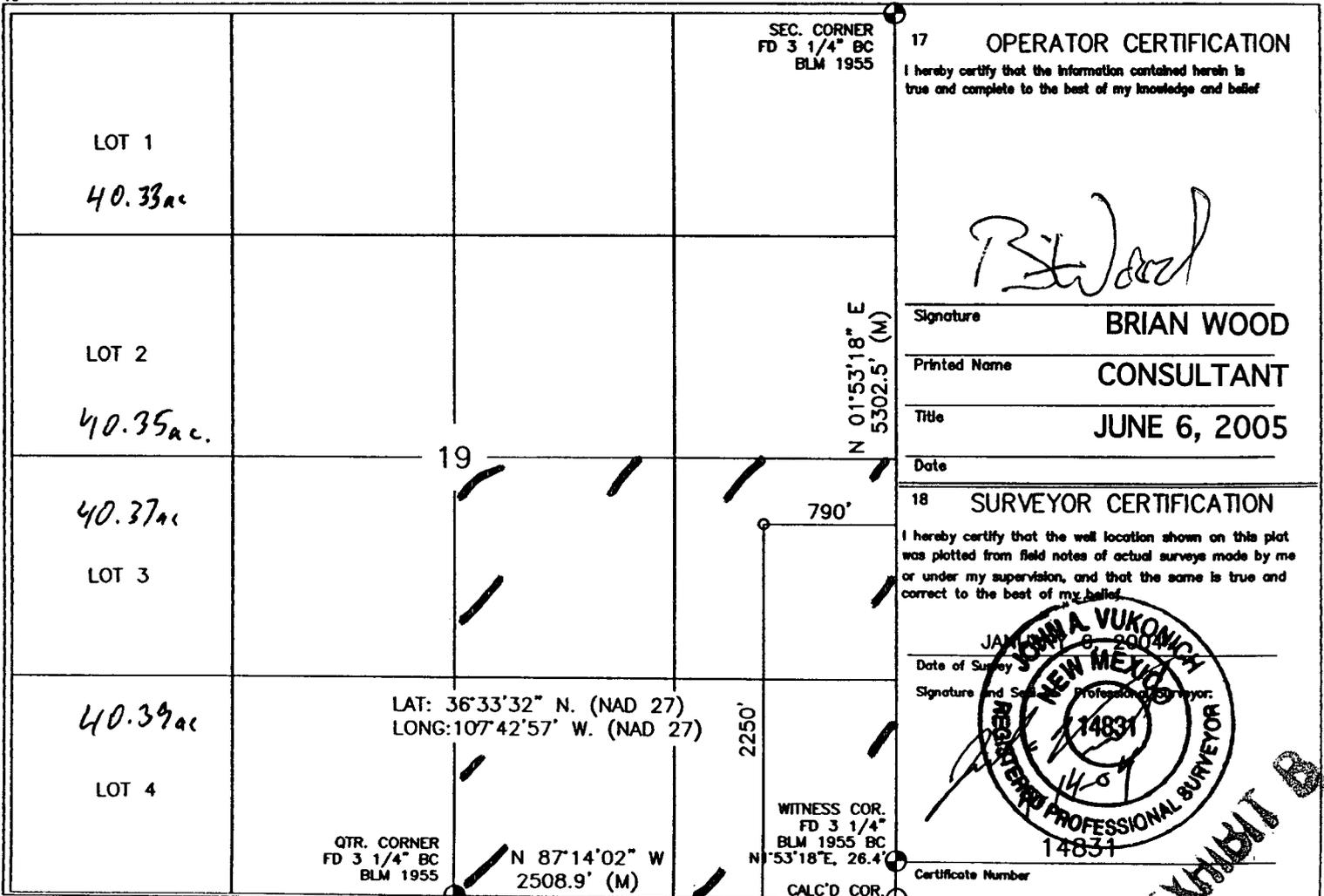
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
1.	19	27-N	8-W	.	2250	SOUTH	790.	EAST	SAN JUAN

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
¹² Dedicated Acres 160		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



17 OPERATOR CERTIFICATION
I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief

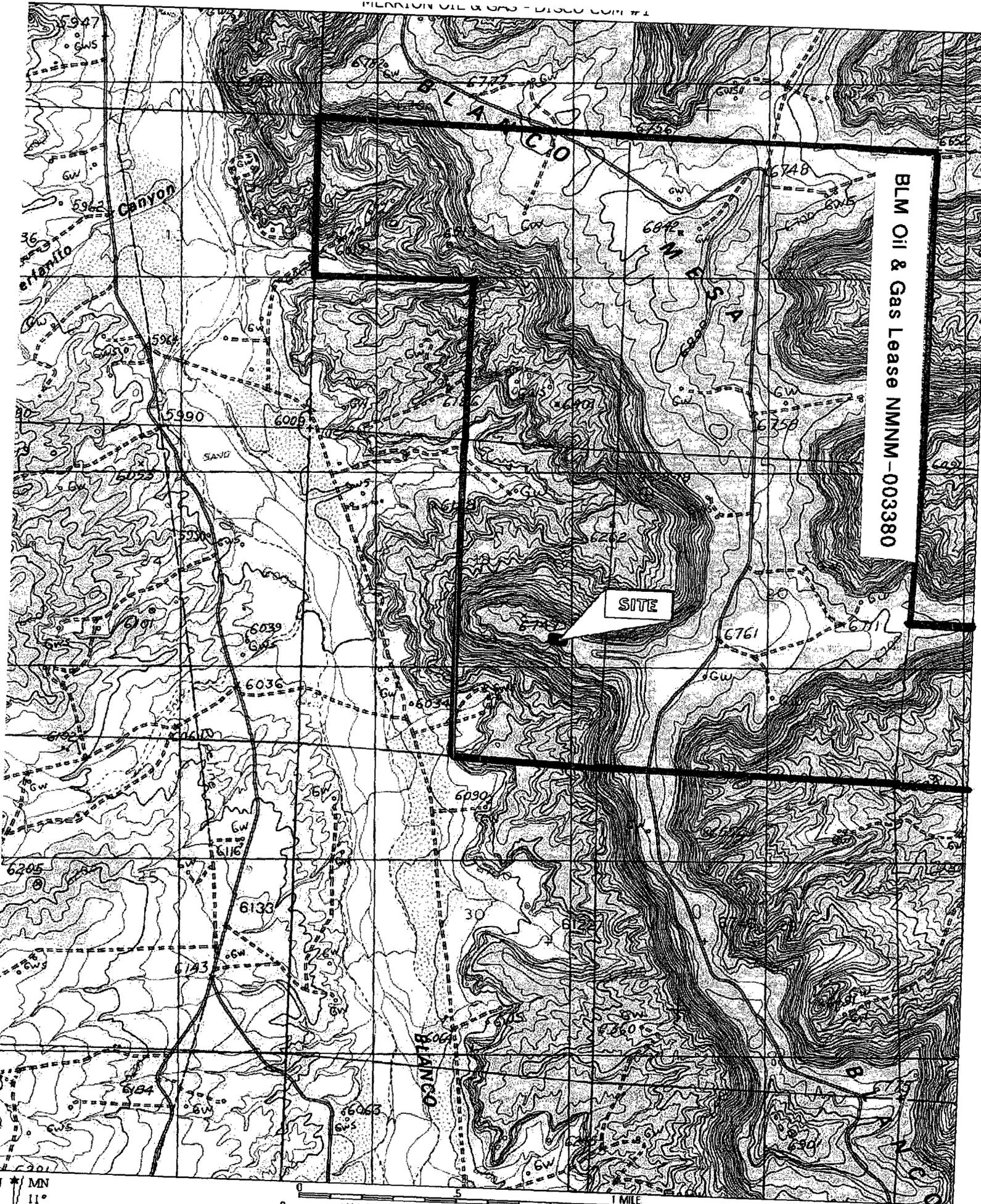
Brian Wood

Signature **BRIAN WOOD**
Printed Name **CONSULTANT**
Title
Date **JUNE 6, 2005**

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.

JAN 8 2004
Date of Survey
Signature and Seal of Professional Surveyor:
JOANNA VUKOVICH
14831
14831
Certificate Number

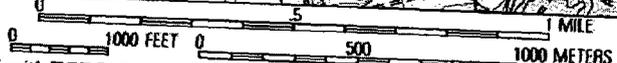
EXHIBIT B

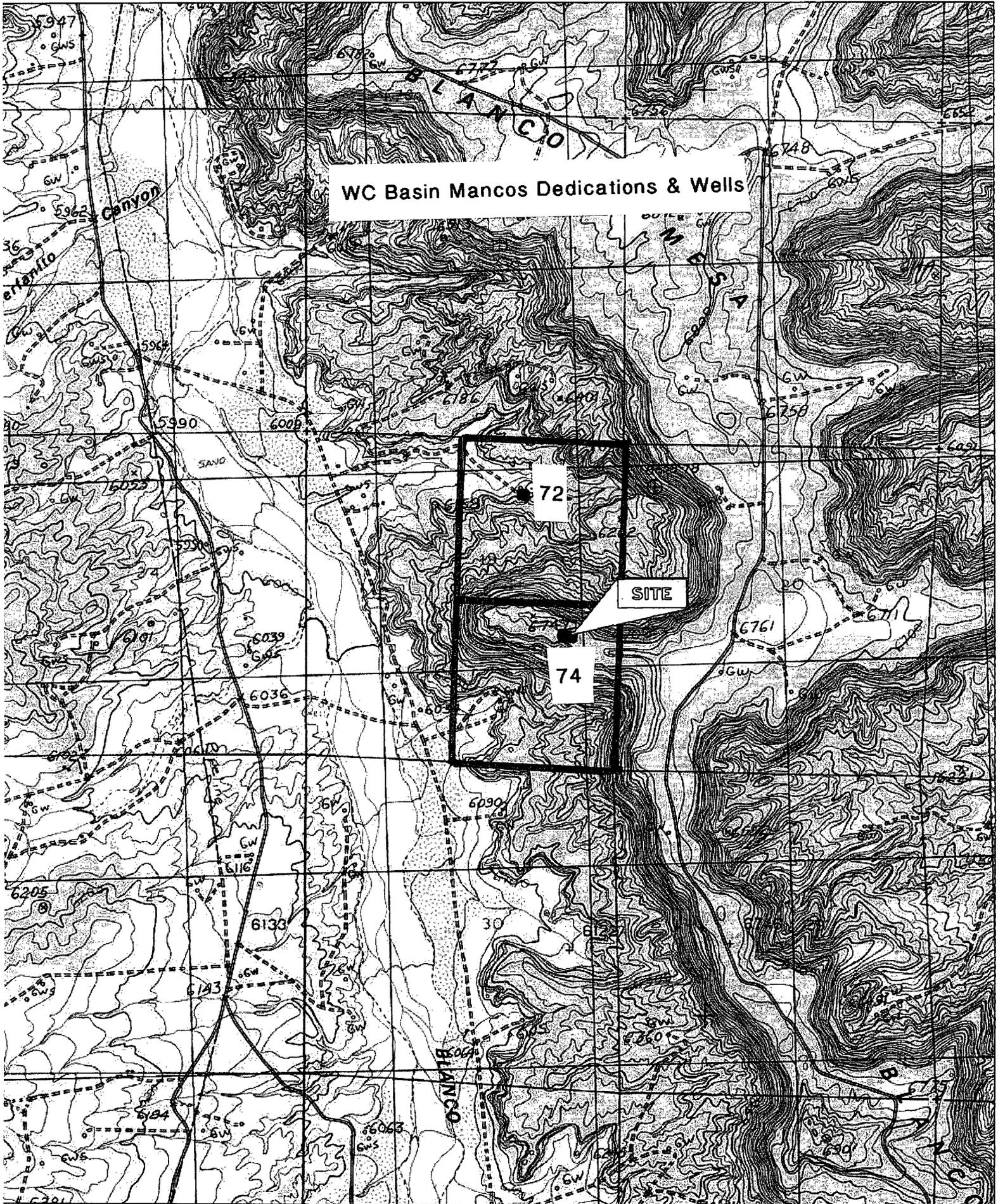


BLM Oil & Gas Lease NMNM-003380

SITE

N MN 11°





WC Basin Mancos Dedications & Wells

SITE

72

74

TN MN
11°



EXHIBIT D

PERMITS WEST, INC.
 PROVIDING PERMITS for LAND USERS
 37 Verrano Loop, Santa Fe, New Mexico 87508 (505) 466-8120

June 6, 2005

BLM
 1235 LaPlata Highway
 Farmington, NM 87401

As required by New Mexico Oil Conservation Division Rules, I am notifying you of the following nonstandard location (NSL) for a well. This letter is a notice only. No action is needed unless you have questions or objections.

XTO Energy Inc. is applying to drill its Florance 74 gas well. The minimum state distance for such a gas well is 660' from a quarter section line. The proposed well is 270' further north than is standard. Thus, it is a nonstandard location. The NSL is due to topography. It is 790' from the closest lease boundary.

Well Name: Florance 74 Total Depth: 7,675'
Proposed NSL Producing Zones: Blanco Pictured Cliffs South
NSL Acreage Dedication: 160 acres (= SE4)
Location: 2250' FSL & 790' FEL Sec. 19, T. 27 N., R. 8 W.,
 San Juan County, NM on Federal lease NMNM-003380
Approximate Location: ≈13 air miles southeast of Blanco, NM
Applicant Name: XTO Energy Inc. (505) 324-1090
Applicant's Address: 2700 Farmington Blvd, Bldg. K-1, Farmington, NM 87401

Submittal Information: Application for a nonstandard location will be filed with the NM Oil Conservation Division. If they determine the application complies with the applicable regulations, then it will be approved. The New Mexico Oil Conservation Division address is 1220 South St. Francis Dr. Santa Fe, NM 87505. Their phone number is (505) 476-3440.

questions.

Sincerely,

Brian Wood
 Brian Wood

EXHIBIT E

U.S. Postal Service™
CERTIFIED MAIL™ RECEIPT
 (Domestic Mail Only; No Insurance Coverage Provided)
 For delivery information visit our website at www.usps.com®

OFFICIAL USE
 FARMINGTON, NM 87401

Postage	\$ 1.75	UNIT ID: 0991 JUN - 6 2005 Postmark Here Clerk: X7S5CB 06/06/05
Certified Fee	2.30	
Return Receipt Fee (Endorsement Required)	1.75	
Restricted Delivery Fee (Endorsement Required)		
Total Postage & Fees	\$ 5.80	

Sent To: BLM
 Street, Apt. No., or PO Box No.: 1235 LaPlata Hwy
 City, State, ZIP+4: Farmington NM 87401

PS Form 3800, June 2002 See Reverse for Instructions

PERMITS WEST, INC.
 PROVIDING PERMITS for LAND USERS
 37 Verano Loop, Santa Fe, New Mexico 87508 (505) 466-8120

June 6, 2005

Burlington Resources Oil and Gas Company
 P. O. Box 4289
 Farmington, NM 87499

As required by New Mexico Oil Conservation Division Rules, I am notifying you of the following nonstandard location (NSL) for a well. This letter is a notice only. No action is needed unless you have questions or objections.

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Applicant's Address: 2700 Farmington Blvd, Bldg. K-1, Farmington, NM 87401

Submittal Information: Application for a nonstandard location will be filed with the NM Oil Conservation Division. If they determine the application complies with the applicable regulations, then it will be approved. The New Mexico Oil Conservation Division address is 1220 South St. Francis Dr. Santa Fe, NM 87505. Their phone number is (505) 476-3440.

U.S. Postal Service™
CERTIFIED MAIL™ RECEIPT
 (Domestic Mail Only; No Insurance Coverage Provided)

For delivery information visit our website at www.usps.com

FARMINGTON, NM 87499

Postage	\$ 0.37	UNIT ID: 0991
Certified Fee	2.30	
Return Receipt Fee (Endorsement Required)	1.75	Postmark Here
Restricted Delivery Fee (Endorsement Required)		Clerk: X755CB
Total Postage & Fees	\$ 4.42	06/06/05

Sent To Burlington
 Street, Apt. No.,
 or PO Box No. Pc Bx 4289
 City, State, ZIP+4 Farmington NM 87499

PS Form 3800, June 2002 See Reverse for Instructions

estions.

Sincerely,

Brian Wood

Brian Wood

EXHIBIT E

PERMITS WEST, INC.
 PROVIDING PERMITS for LAND USERS
 37 Verano Loop, Santa Fe, New Mexico 87508 (505) 466-8120

June 6, 2005

BP America Production Co.
 P. O. Box 3092
 Houston, TX 77253-3092

As required by New Mexico Oil Conservation Division Rules, I am notifying you of the following nonstandard location (NSL) for a well. This letter is a notice only. No action is needed unless you have questions or objections.

XTO Energy Inc. is applying to drill its Florance 74 gas well. The minimum state distance for such a gas well is 660' from a quarter section line. The proposed well is 270' further north than is standard. Thus, it is a nonstandard location. The NSL is due to topography. It is 790' from the closest lease boundary.

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questions.

Sincerely,



Brian Wood

EXHIBIT E

U.S. Postal Service™		CERTIFIED MAIL™ RECEIPT	
<i>(Domestic Mail Only; No Insurance Coverage Provided)</i>			
For delivery information visit our website at www.usps.com			
OFFICIAL USE			
HOUSTON, TX 77253			
Postage	\$ 0.37	UNIT ID: 0991	
Certified Fee	2.30		
Return Receipt Fee (Endorsement Required)	1.75	Postmark Here JUN 06 2005	
Restricted Delivery Fee (Endorsement Required)		Clerk: X785CB	
Total Postage & Fees	\$ 4.42	06/06/05	
Sent To: BP			
Street, Apt. No., or PO Box No.: PO Box 3092			
City, State, ZIP+4: Houston TX 77253			
PS Form 3800, June 2002		See Reverse for Instructions	

0965 0744 7000 0907 4000

PERMITS WEST, INC.
 PROVIDING PERMITS for LAND USERS
 17 Verano Loop, Santa Fe, New Mexico 87508 (505) 466-8120

June 6, 2005

ConocoPhillips Co.
 P. O. Box 7500
 Bartlesville, OK 74005

As required by New Mexico Oil Conservation Division Rules, I am notifying you of the following nonstandard location (NSL) for a well. This letter is a notice only. No action is needed unless you have questions or objections.

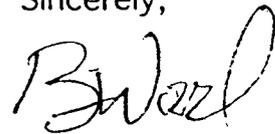
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questions.

Sincerely,



Brian Wood

EXHIBIT E

4885 014911 2000 1160 0002 4911 7004

U.S. Postal Service™		CERTIFIED MAIL™ RECEIPT	
<i>(Domestic Mail Only; No Insurance Coverage Provided)</i>			
For delivery information visit our website at www.usps.com			
BARTLESVILLE, OK 74005			
Postage	\$ 0.37	UNIT ID: 0991	
Certified Fee	2.30	Postmark Here	
Return Receipt Fee (Endorsement Required)	1.75	Clerk: X755GB	7305
Restricted Delivery Fee (Endorsement Required)		06/06/05	
Total Postage & Fees	\$ 4.42		
Sent To			
ConocoPhillips			
Street, Apt. No., or PO Box No. PO Box 7500			
City, State, ZIP+4 Bartlesville OK 74005			
PS Form 3800, June 2002		See Reverse for Instructions	

PERMITS WEST, INC.
 PROVIDING PERMITS for LAND USERS
 47 Arano Loop, Santa Fe, New Mexico 87508 (505) 466-8120

June 6, 2005

Rio Arriba Investment LLC Co.
 82 East Devonshire St.
 Boston, MA 02109

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Questions.

Sincerely,



Brian Wood

EXHIBIT A

7004 1160 8887 4930 5991

U.S. Postal Service™ CERTIFIED MAIL™ RECEIPT (Domestic Mail Only; No Insurance Coverage Provided)		
For delivery information visit our website at www.usps.com		
OFFICIAL USE BOSTON, MA 02109		
Postage	\$ 0.37	UNIT ID: 0991
Certified Fee	2.30	
Return Receipt Fee (Endorsement Required)	1.75	Postmark Here
Restricted Delivery Fee (Endorsement Required)		Clerk: X7S5CB
Total Postage & Fees	\$ 4.42	06/06/05
Sent To: Rio Arriba Invest Street, Apt. No., or PO Box No.: 82 E Devonshire St City, State, ZIP+4: Boston MA 02109		
PS Form 3800, June 2002 See Reverse for Instructions		

PERMITS WEST INC.
 PROVIDING PERMITS for LAND USERS
 37 Verano Loop, Santa Fe, New Mexico 87508 (505) 466-8120

June 6, 2005

Roddy Production Company, Inc.
 P. O. Box 2221
 Farmington, NM 87499

As required by New Mexico Oil Conservation Division Rules, I am notifying you of the following nonstandard location (NSL) for a well. This letter is a notice only. No action is needed unless you have questions or objections.

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Questions.

Sincerely,



Brian Wood

EXHIBIT E

7004 1160 0007 4910 6004

U.S. Postal Service™		
CERTIFIED MAIL™ RECEIPT		
<i>(Domestic Mail Only; No Insurance Coverage Provided)</i>		
For delivery information visit our website at www.usps.com		
FARMINGTON, NM 87499		
Postage	\$ 0.37	UNIT ID: 0991 Postmark Here JUN - 6 2005 Clerk: X755CB 06/06/05
Certified Fee	2.30	
Return Receipt Fee (Endorsement Required)	1.75	
Restricted Delivery Fee (Endorsement Required)		
Total Postage & Fees	\$ 4.42	
Sent To Roddy Street, Apt. No.; or PO Box No. Po Box 2221 City, State, ZIP+4 Farmington NM 87499		
PS Form 3800, June 2002 See Reverse for Instructions		