

June 19, 2008

District I

1625 N French Dr., Hobbs, NM 88240

District II

1301 W. Grand Ave., Artesia, NM 88201

District III

1000 Rio Brazos Rd., Aztec, NM 87410

District IV

1220 S. St. Francis Dr., Santa Fe, NM 87505

87505

CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

WELL API NO.

30-025-24021

5. Indicate Type of Lease

STATE ☒FEE ☒

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name

Arrowhead Grayburg Unit

8. Well Number 146

9. OGRID Number 005380

10. Pool name or Wildcat

Arrowhead; Grayburg

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 ☐ Gas Well ☐ Other ☒ Injection

2. Name of Operator

XTO Energy Inc.

3. Address of Operator

200 N. Loraine, Ste. 800 Midland, TX 79701

4. Well Location

Unit Letter A : 660 feet from the North line and 660 feet from the East line
Section 1 Township 22S Range 36E NMPM County Lea

11. Elevation (Show whether DR, RKB, RT, GR, etc.)

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 COMPL ☐
DOWNHOLE COMMINGLE ☐OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPS ☐ PANDA ☒
CASING/CEMENT JOB ☐Approved for plugging of well bore only.
Liability under bond is retained pending receipt
of C-103 (Subsequent Report of Well Plugging)
which may be found at OCD Web Page under
Forms, www.emnrd.state.nm.us/oed.OTHER: Plug and Abandon ☐

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.

7/23/08 Test Anchors. MIRU Providence Well Services PU. ND WH & NU BOP. MI Basic plugging equip. MI rack 4,000' of 2-7/8" N-80 tbg (XTO WS). Notify NMOCD of P&A. PU & RIH w/2-7/8" perf sub on 2-7/8" N-80 tbg. Tag CIBP @ 3,550'. RU Basic pmp. L&T TCA to 500 psig for 30" w/no loss. Circ 5-1/2" csg w/40 bbls of 10# drlg mud. Spot 25 sks of Class "C" cmt @ 3,550'. RD pmp. POOH w/2-7/8" N-80 tbg. Wash up pmp equip. SWI & SDON

7/24/08 SICP "0" psig. PU & RIH w/perf-sub 2-7/8" N-80 tbg. Tag top of cmt @ 3,278'. Notify NMOCD. Spot 20 sks of Class "C" cmt fr 3,278' - 3,031'. PUH & spot 50 sks of Class "C" cmt fr 2,647' - 2,154'. POOH w/2-7/8" N-80 tbg. RU Basic WL trk, RIH & shoot w/ sqz holes @ 1,106' (1', 4 holes). RD WL trk. PU & RIH w/Basic 5-1/2" pkr on 2-7/8" N-80 tbg. Set pkr @ 811'. RU Basic pmp. EIR w/10 BFW @ 2BPM, 500 psig. Sqz holes w/ 25 sks of class "C" cmt w/2% CaCl 2 BPM & 1000 psig: Rel pkr & POOH w/2-7/8" N-80 tbg. Wait 2 hrs. RU WL trk, RIH w/sqz gun & tag top of cmt @ 975'. PUH & shot sqz holes @ 415' (1', 4 holes). RD WL trk. PU & RIH w/5-1/2" pkr on 2-7/8" N-80 tbg. Set pkr @ 130'. EIR @ 2BPM, 200 psig circ thru 8-5/8" surface valves. Sqz holes w/30 sks of class "C" cmt w/2% CaCl @ 2 BPM & 1000 psig. RD pmp. Rel pkr & POOH w/ 2-7/8" N-80 tbg. Wash up pmp equip. SWI & SDON.

7/25/08 PU & RIH w/2-7/8" N-80 tbg. Tag TOC @ 270'. PUH & circ 10sx of Class "C" cmt fr 60' to surf. RD Basic equip. RDMO PU.

Spud Date:

Rig Release Date:

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Sherry Pack TITLE Regulatory Analyst DATE 8/19/08Type or print name Sherry Pack E-mail address: sherry_pack@xtoenergy.com PHONE: 432.620.6709

For State Use Only

APPROVED BY: Chris Williams TITLE OC DISTRICT SUPERVISOR/GENERAL MANAGER DATE AUG 25 2008

Conditions of Approval (if any):

WELL DATA SHEET

FIELD: Arrowhead

WELL NAME: AGU No. 146 WIC

FORMATION: Grayburg

LOC: 660' FNL & 660' FEL
TOWNSHIP: 22-S
RANGE: 36-E

SEC: 1
COUNTY: Lea
STATE: NM

[Orig. H.T. Mattern (NCT-F) #2]

GL: 3476'
KB to GL: 12.5'
DF to GL: 11.5'

CURRENT STATUS: Injector
API NO: 30-025-24021
CHEVNO: FG9492

8-5/8" OD, 24# Surf. pipe
set @ 358' w/ 200 sxs cmt.
Circ. cmt to surf.

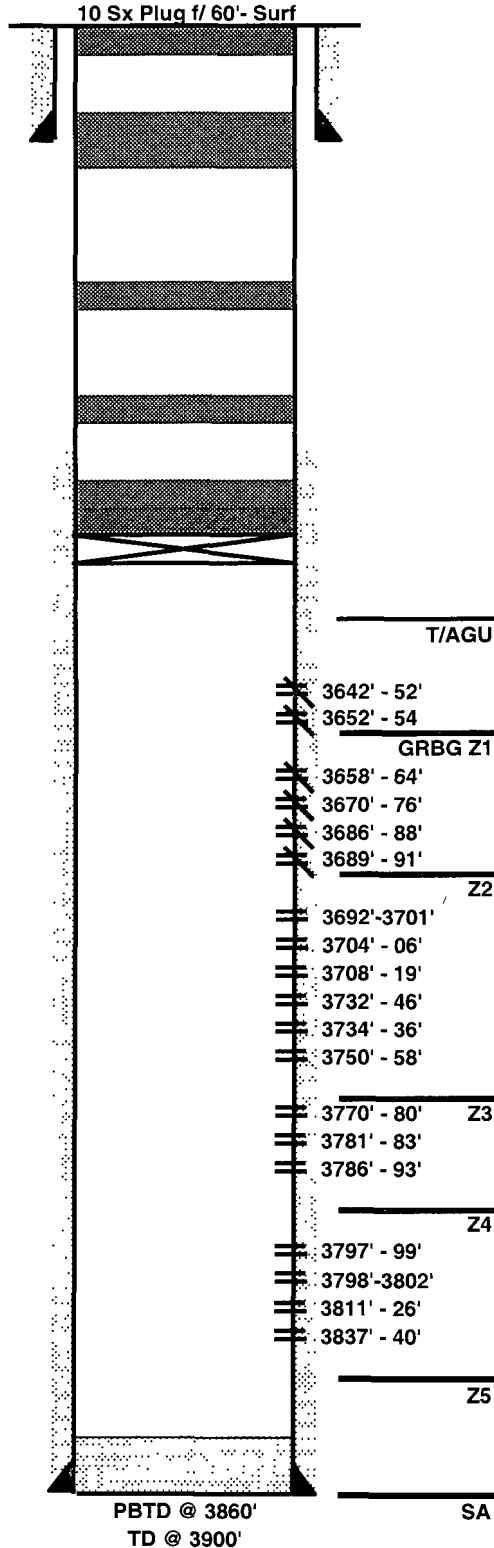
Shot Sqz Hole @ 415', Sqz
w/ 30 sx Cmt, TOC @ 270'

Shot Sqz Hole @ 1106',
Sqwz w/ 25 Sx Cmt, TOC @
975'

50 Sx Plug f/ 2647'- 2154'.

20 Sx Plug f/ 3278' - 3031',
CIBP @ 3550' Cap w/ 25 sx Cmt,
TOC @ 3278'

5-1/2" OD, Grade K-55,
15.5# csg set @ 3900'
w/425 sxs cmt.
TOC @ 2153' by TS



Updated by Liz 8/6/08