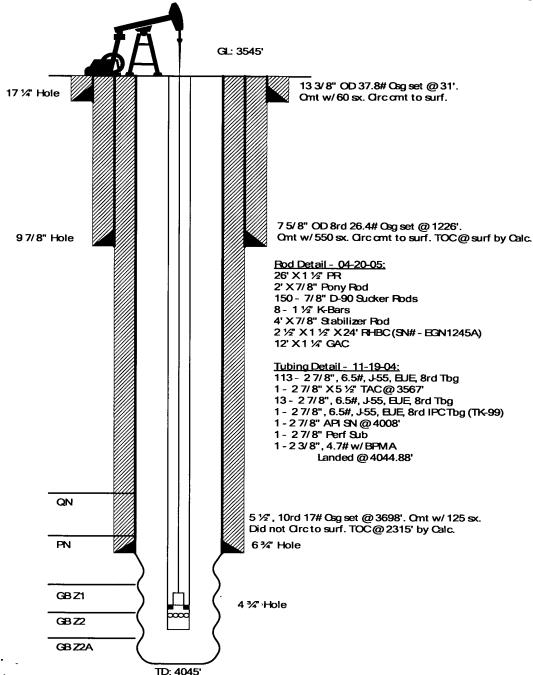
Submit's Copies To Appropriate District State of New Me Office Fineral Minerals and Nature	1.0
Office Energy, Minerals and Natural Resources District I 1625 N French Dr., Hobbs, NM 87210 District II 1301 W Grand Ave., Artesia, NM 88210 The property of Lease Support of L	
1301 W Grand Ave., Artesia, NM 88210	N DIVISION 5. Indicate Type of Lease
District JII 1000 Rio Brazos Rd., Aztec, NM 8741DEC 2 2 2008 Santa Fe, NM 8	ancis Di.
District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505	6. State Oil & Gas Lease No.
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.) 7. Lease Name or Unit Agreement Name: Eunice Monument South Unit	
1. Type of Well: Oil Well ☑ Gas Well ☐ Other	8. Well Number
2. Name of Operator XT0 Energy, Inc.	9. OGRID Number 005380
3. Address of Operator	10. Pool name or Wildcat
200 N. Loraine, Ste. 800 Midland, TX 79701	Eunice Monument: Grayburg-San Andres
4. Well Location	
Unit Letter L: 1980' feet from the Sou	th line and 660' feet from the West line
	Range 36E NMPM County Lea
11. Elevation (Show whether	DR, RKB, RT, GR, etc.)
12 Check Appropriate Pay to Indicate 1	Noting of Notice Depart on Other Deta
12. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data	
NOTICE OF INTENTION TO:	SUBSEQUENT REPORT OF:
PERFORM REMEDIAL WORK PLUG AND ABANDON	REMEDIAL WORK ALTERING CASING
TEMPORARILY ABANDON	COMMENCE DRILLING OPNS. P AND A
PULL OR ALTER CASING	CASING/CEMENT JOB
DOWNHOLE COMMINGLE	
OTHER: Penrose/GB Sonic Hammer Acid Stimulation 🛛 🗓	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.	
 MIRU PU. ND WH. POOH w/rods & pump. NU BOP. POOH & scanalog production tubing out of hole. PU & RIH w/4-3/4" bit and 2-7/8" tubing. Tag fill & calculate sand necessay to plug back to 3930'. RIH open ended & spot sand. PH to 3930' w/20/40 mesh sand. Will need 13.2# sand per ft of 4-3/4" open hole to plug back. If PBTD is 4,045', 1520# of sand will be needed. RIH & tag sand. PBTD should be close to 3930'. If not, approximate & plug back with more sand. RU WL & dump 2 sks of Class "C" cement + 2% bentonite on top of sand plug. Mix cement w/11 gals total water. WOC & tag cement plug. PU & RIH w/Sonic Hammer on 2-7/8" tubing. RU stripping head. Cont'd. on next Page. 	
Spud Date: Rig Relea	se Date:
I hereby certify that the information above is true and complete to the best of my knowledge and belief.	
SIGNATURE Kusty Ward TITLE Regulatory Analyst DATE 12/16/08	
kristy ward@xtoenergy.com	
Type or print name Kristy Ward E-mail address: PHONE 432-620-6740	
For State Use Only	RETROLEUM ENGINEER JAN 12 2009
APPROVED BY DATE	
Conditions of Approval (if any).	4.

- 6. MIRU acid company. SH open hole from 3698' down to 3910' with 80 bbls brine while circulating to reverse pit. Circulate clean. Close in backside and Sonic Hammer open hole from 3910' up to 3698' with 2,500 gals 20% 90/10 acid with a max pressure of 2500 psig on tubing and 500 psig on backside as follows.
- 7. Flush acid with 25 bbls brine water. Drop ball to shift sleeve in tool.
- 8. Flow back or RU swab and swab back acid load. Determine flow rate and oil cut. If decision is made to chemically squeeze well, continue to step #6. If not, skip to step #8.
- 9. MIRU pumping company. Squeeze open hole with scale inhibitor as per Champion's recommendations down tubing in 4 stages dropping rock salt for block between each stage. Start with 250# block and adjust. Treatment should be designed assuming 500 bfpd total rate. Flush per Champion's recommendation.
- 10. RDMO. POOH with tubing and LD sonic hammer. RIH with production equipment based on a 500 bfpd total rate or better estimate based on swab results.
- 11. ND BOP. NU WH. RIH with rods and pump. RWTP. RDMO PU.-

Eunice Monument So. Unit #165

WELLBORE DIAGRAM

DATA



LOC: 1980' FSL & 660' FWL, SEC 36-L, T-20S & R-36E

FIELD: EUNICE MONUMENT

COUNTY/STATE: LEA, NM

FORMATION: GRAYBURG/SAN ANDRES

CURRENT STATUS:

PRODUCER

SPUD DATE:

API #: 30-025-04427

<u>COMPLETION DATE:</u> 02-16-38 <u>INITIAL IP:</u> 1567 BOPD/ 2056 MCF

WELL HISTORY

COMPLETION DATA:

<u>**02-38**</u>: ACDZ OH 3698-3855'. ACDZ W/2000 GALS 60/40 ACID. OIL GRAVITY 32.9 DEG

WORKOVER HISTORY:

08-59: INSTALL PUMPING EQUIPMENT.

10-64: ACDZ W/500 GALS 15% NE ACID. TEST: 28 BO/ 19 BW. B/4: 20 BO/ 25 BW.

<u>06-70</u>: ACDZ W/500 GALS 15% ACID. TEST: 10 BO/ 16 BW. B/4: 6 BO/ 12 BW. <u>08-70</u>: ACDZ W/750 GALS 15% ACID. TEST: 22 BO/ 19 BW. B/4: 10 BO/ 15 BW.

03-73: ACDZ W/750 GALS 15% ACID. TEST: 11 BO/ 10 BW. B/4: 0 BO/ 26 BW.

01-80: ACDZ W/750 GALS 15% ACID. TEST: 7 BO/ 12 BW. B/4: 4 BO/ 12 BW.

09-81: ACDZ W/750 GALS 15% ACID. TEST: 5 BO/ 10 BW. B/4: 4 BO/ 3 BW.

11-85: INSTALL 7-1/16" 3M TBG HD. C/O TO 3844". RAN GR/CNL/CCL. ACDZ OH W/5000 GALS 15% HCL + 1200# GRS. CHEM SQZD. RTP. TEST: 7 BO/ 0 BW. B/4: 3 BO/ 10 BW. ISIP - VAC.

<u>**06-88**</u>: DEEPEN WELL TO 4045'. LOG W/GR/CCL/CNL/CDL/CALIPER. PWOP. TEST: 21 BOPD/ 63 BWPD/ 49 MCFGPD.

09-89: CHEMICAL SQUEEZE.

<u>03-90</u>: DUMP ACID JOB - 1000 GALS, 15% NEFE HCL. TEST: 15 BO/ 62 BW/ 52 MCFGPD. B/4 WORK - 15 BO/ 56 BW/ 39 MCFGPD.

08-90: CHEMICAL SQUEEZE.

<u>05-91</u>: ACDZ OH W/4500 GALS 15% NEFE. DRP'G 3 BLKS 500# GRS, 1000# GRS, 1500# GRS . RTP. TEST: 18 BO/ 121 BW/ 60 MCF. B/4: 5 BO/ 106 BW/ 26 MCFG.

<u>07-96</u>: PKL TBG W/300 GALS 15% ACID. ACDZ OH W/8500 GALS RESISOL IN 5 STGS. SWB - NO FLUID ABOVE SN. TIH W/PT & EQUIP. TOTP.

<u>05-05</u>: CHEM SQZ, PMP 130 BW W/2 DRMS GYPTRON T-249 DN TCA @ 2 BPM & 0 PSIG. PMP INHIB PILL DWN CSG. FLUSH W/485 BW & 10 GALS DP-61 @ 2 BPM & 0 PSIG.

 $\underline{02\text{-}02\text{-}08}$: CHG'D SHEAVE & SPED PMPG UNIT UP TO 835 SPM TO LWR FL (100 FAP).

ADDITIONAL DATA:

T/QUEEN FORMATION @ 3518'
T/PENROSE FORMATION @ 3696'

Eunice Monument So. Unit #165

WELLBORE DIAGRAM

T/GRAYBURG ZONE 1 @ 3882'
T/GRAYBURG ZONE 2 @ 3928'
T/GRAYBURG ZONE 2A @ 4025'
T/GRAYBURG ZONE 3 @ 4065'
T/GRAYBURG ZONE 4 @ 4100'
T/GRAYBURG ZONE 5 @ 4170'
T/GRAYBURG ZONE 6 @ 4215'

T/SAN ANDRES @ 4245'

W:\WELL SKETCHES\EMSU\#165