State of New Mexico Submit 3 Copies To Appropriate District Office Energy, Minerals and Natural Resources District I WELL API NO. 1625 N. French Dr , Hobbs, NM 87240 REGIEMS PRVATION DIVISION 30-025-28926 District II 1301 W Grand Ave., Artesia, NM 88210 5. Indicate Type of Lease 1220 South St. Francis Dr. District III STATE X JUL 29 20 Banta Fe, NM 87505 1000 Rio Brazos Rd, Aztec, NM 87410 District IV 6. State Oil & Gas Lease No. 1220 S St Francis Dr, Santa Fe, NM HOBBSOCD 87505 SUNDRY NOTICES AND REPORTS ON WELLS 7. Lease Name or Unit Agreement Name: (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A Seven Rivers Queen WF, North/ DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS) 1. Type of Well: 8. Well Number Oil Well Gas Well Other Injection 9. OGRID Number 2. Name of Operator 005380 XIO Energy, Inc. 10. Pool name or Wildcat 3. Address of Operator Midland, TX 79701 Eunice; Seven Rivers-Queen, 200 N. Loraine, Ste. 800 4. Well Location K 1325' South line and 1330' feet from the feet from the Unit Letter Township 22S Range 3Œ **NMPM** 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: SUBSEQUENT REPORT OF: PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK CHANGE PLANS COMMENCE DRILLING OPNS. TEMPORARILY ABANDON CASING/CEMENT JOB PULL OR ALTER CASING MULTIPLE COMPL DOWNHOLE COMMINGLE OTHER: OTHER: Repair Injector 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. MIT Chart Attached. Test was performed on 7/14/10. Bled the well down & then pressured up to 500 psig for 30 mins and it passed.

Spud Date:	7/14/10	Rig Release Date:	7/14/10	

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

Regulatory Analyst 07/19/10 DATE_ kristy ward@xtoenergy.com

E-mail address: Type or print name Kristy Ward

PHONE <u>432-620-6740</u>

For State Use Only APPROVED BY Conditions of Approval (if any):

