New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

Brett F. Woods, Ph.D. Acting Cabinet Secretary

Daniel Sanchez Acting Division Director Oil Conservation Division



February 28, 2011

XTO Energy INC ATT: Cheryl A. Moore 382 Road 3100 Aztec, NM 87410

RECEIVED

MAR 02 2011 HOBBSUCD

RE: CANCELLATION OF INTENT TO DRILL

> Eunice Monument South Unit B #927-M, 13-20s-36e, 30-025-39176 Eunice Monument South Unit B #926-L, 13-20s-36e, 30-025-39194 Arrowhead Grayburg Unit #404-P, 2-22s-36e, 30-025-39195 Arrowhead Grayburg Unit #405-G, 12-22s-36e, 30-025-39196

Gentlemen:

Twenty-four months or more have elapsed since Division Form C-101, Notice of Intent to Drill the Subject well was approved. To date no progress reports, form C-103, have not been received. Therefore, approval of your permit to drill this well has now expired and no drilling operations are to be initiated without further notice to and approval by the Oil Conservation Division. Pending such approval, this location will be considered as an abandoned location

If drilling has been done, please file subsequent reports of this work immediately to bring this file into current status.

Truly yours,

OIL CONSERVATION DIVISION

Larry Hill

District I Supervisor

Cancel 30-025-39194

CC:

OCD /Santa Fe

OCD/Hobbs

BLM

State Land Office