District II

	Submit to	appropriate	District	Office
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1301 W. Grand Avenue, Artesia, NM 8821 Oil Conservation Divsiion 1000 Rio Brazos Rd., Aztec, NM 87410 JAN 12 2011 District LV District III 1220 S. St. Francis Dr. 1220 S. St. Francis Dr., Santa Fe, NM 87505 BBSOCD Santa Fe. NM 87505 ☐ AMENDED REPORT APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE Operator Name and Address ² OGRID Number 005380 XTO Energy, Inc. ³API Number 200 N. Loraine, Ste. 800 Midland, TX 79701 30-025-35459 ⁶Well No. ⁴Property Code ⁵Property Name 300717 Eunice Monument South Unit 10 Proposed Pool 2 Eanice 9 Proposed Pool 1 Manument Grayburg-San Andres Eumont Yators Proveen ⁷Surface Location Feet from the UL or lot no. Section Township Range Lot. Idn North/South Line Feet from the East/West line County J 15 **21S** 36E 2630 South 2558 East Lea ⁸ Proposed Bottom Hole Location If Different From Surface UL or lot no. Lot. Idn Feet from the North/South Line Range Section Township East/West line County Additional Well Location 11 Work Type Code 13 Cable/Rotary 12 Well Type Code 14 Lease Type Code 15 Ground Level Elevation 3582' GL ¹⁸ Formation 16 Multiple 17 Proposed Depth 19 Contractor ²⁰ Spud Date Yes-Downhole Commingle 3950 Grayburg-SA N/A Orig Date Depth to ground water Distance from nearest fresh water well Distance from nearest surface water No record found +10000 +10001 Liner: Synthetic _____ _____ mils thick Clay 🔲 Pit Volume _____ Drilling Method: __ bbls Brine 🔲 Closed-Loop System Fresh Water Diesel/Oil-based Gas/Air ²¹Proposed Casing and Cement Program Hole Size Casing Size Casing weight/foot Setting Depth Sacks of Cement Estimated TOC 12 1/4" 9 5/8" 36# 1003' 525 sxs surface 8 3/4" 200 3950' 935 sxs surface Describe the proposed program. If this application is to DEEPEN or PLUG BACK, give the data on the present productive zone and proposed new productive zone. Describe the blowout prevention program, if any. Use additional sheets if necessary. Permit Expires 2 Years From Appropria Well is currently producing. Production zone currently is: Graybug-San Andres Date Unless Drilling Underway Proposed Zone: Queen. Proposed PBTD is 3935 Plugback Formation @ TD: Grayburg-San Andres *Proposed Program Attached ²³ I hereby certify that the information given above is true and complete to the best of OIL CONSERVATION DIVISION

my knowledge and belief. I further certify that the drilling pit will be a general permit X, or constructed according to NMOCD guidelines Approved by: an (attached) alternative OCD-approved plan Signature Patty Theor PETHOLETIM ENGINEE Printed name: Patty Waias Regulatory Analyst Approval Date: APR 0 6 2011 Title: **Expiration Date:** E-mail Address: patty urias@xtoenergy.com Oil Conservation Division Date: Phone: Conditions of approval: Approval for drilling/workover ONLY--- CANNOT produce Downhole Commingled until 432-620-4318 1/11/11 DHC is approved in Santa Fe.

State of New Mexico District I 1625 N. French Dr., Hobbs, NM 85240 Ellergy, Minerals & Natural Resources

Form C-102 Revised October 12, 2005

District II 1301 W. Grand Avenue, Artesia, NM, 88216 2011

OIL CONSERVATION DIVISION 1220 South St. Francis Dr.

Submit to Appropriate District Office

State Lease - 4 Copies District III 1000 Rio Brazos Rd., Aztec, NM 87410 Fee Lease - 3 Copies Santa Fe, NM 87505 District IV AMENDED REPORT 1220 S. St. Francis Dr., Santa Fe, NM 87505 WELL LOCATION AND ACREAGE DEDICATION PLAT ¹ API Number ² Pool Code ³ Pool Name 30-025-35459 300717 Grayburg-San Andres ⁴ Property Code ⁵ Property Name ⁶ Well Number 300717 Eunice Monument South Unit 775 8 Operator Name ⁷OGRID No. 9 Elevation 005380 3582' GL XTO Energy, Inc. ¹⁰Surface Location UL or lot no. Section Township Range Lot. Idn Feet from the North/South line Feet from the East/West line County J 15 21S 36E 2630 South 2558 East Lea 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 14 Consolidation Code 13 Joint or Infill 15 Order No. 40 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, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order
		2558*	Patty Uias Signature Porty Vias Printed Name
	2630		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. Date of Survey
			Signature and Seal of Professional Surveyer: Certificate Number



RECEIVED

Eunice Monument South Unit #775 OAP & Acidize Procedure Lea County, New Mexico December 3, 2010

JAN 1 2 2011 HOBBSOCD

ELEVATION:

GL - 3570

TD - 3950

KB - 3576

PBTD - 3935'

WELL DATA:

Completed 7/3/2001

Current Status:

Producing. Last Well Test: 11/16/10 – 1 BO / 56 BW / 2 MCF

Surface Casing:

9-5/8" 36 # set at 1003'. Cemented with 525 sx. TOC at surface.

Production Casing:

7" 20# set at 3950'. Cemented with 935 sx. TOC at surface.

Tubing:

123 jts 2-7/8" tbg, 7" TAC, 3 jts 2-7/8" tbg, 1 jt 2-7/8" IPC, SN,

Slotted MA. EOT @ 3915'; SN @ 3899'

Rods & Pump:

26 x 1-1/2" SMPR, 7/8" Rod Sub (6'), 146 – 7/8" KD Rods, 8 – 1-

1/2" WT Bars, 2-1/2"x2"x24' Pump.

COMPLETION:

	Тор	Bottom	Length	Type	Formation	SPF	Shots	Date	Comments
	3810	3818	8	Perf	Grayburg 2a	3	24	2001	
	3830	3834	4	Perf	Grayburg 2a	3	12	2001	
H	3847	3858	11	Perf	Grayburg 3	3	33	2001	
	3858	3874	16	Perf	Grayburg 3	3	48	2001	
	3886	3890	4	Perf	Grayburg 4	3	12	2001	
1	3896	3900	4	Perf	Grayburg 4	3	12	2001	<u> </u>
- [;	3912	3918	6	Perf	Grayburg 4	3	18	2001	

OBJECTIVE:

Acidize, Open Pay, Acidize, RTP

RECOMMENDED PROCEDURE

(Verify that anchors have been set and tested per NM OCD & OSHA guidelines)

This is a STATE well.

- 1. MIRU PU.
- 2. POOH & LD rods & pump. ND WH. NU BOP. RU scan equipment.
- 3. POOH & scan 2-7/8" production tubing. Take note if there is presence of scale buildup on the pump, rods, and/or tubing. Send any samples to MultiChem for analysis. RD scan.



Eunice Monument South Unit #775 OAP & Acidize Procedure Lea County, New Mexico December 3, 2010

- 4. MU & rack 100' of 2-7/8" tubing. RU tubing tester. PU and RIH with notched collar and 7" casing scraper on 2-7/8" tubing; ensure casing scraper does not pass perforations with EOT at PBTD. Test tubing to 5000 psi below the slips. RIH to PBTD at 3935' (scrape to 3810'). POOH with WS & LD notch collar & scraper. RDMO tubing testers.
- 5. PU and RIH with 7" treating packer on 2-7/8" WS to 3750'. Set packer at 3750'.
- 6. MIRU acid company. Test lines to 4000 psig. Load and monitor TCA to 500 psig during treatment. Treat all perfs with **3500 gals of 20% NEFE 90/10** in 4 stages dropping rock salt for block between each stage. Max treating rate/pressure 5 BPM / 3,000 psig. Use the following pump schedule but adjust the volumes as necessary on job to achieve good block action:
 - a. Load tubing with brine
 - b. 500 gals acid
 - c. 750 lbs rock salt at 1ppg in brine
 - d. 750 gals acid
 - e. 1250 lbs rock salt at 1ppg in brine
 - f. 1000 gals acid
 - g. 1500 lbs rock salt at 1ppg in brine
 - h. 1250 gals acid
 - i. Over flush with 30 bbls fresh wtr

[Total of 3,500 gals of 20% 90/10 acid and 3,500 lbs rock salt; order out 4,500 lbs]

- 7. RDMO acid company. Shut well in for two hours for acid spend.
- 8. RU swab and swab back acid load. Determine flow rate and oil cut. Report results to Midland.
- 9. Release packer. POOH with tubing & LD 7" packer.
- 10. RU wireline. RIH with 3-1/8" casing gun, GR, and CCL. Correlate depths with *Three Detector Litho Density Compensated Neutron Gamma Ray run on 5/6/01 by Schlumberger*. Perforate the following intervals with 2 SPF, 90 degree phasing with premium charges as follows:

3676' – 3678'	Penrose	(2', 4 holes)
3690' – 3692'	Penrose	(2', 4 holes)
3725' – 3731'	Penrose	(6', 12 holes)
3735' – 3739'	Grayburg 1	(4', 8 holes)
3771' – 3776'	Grayburg 1	(5', 10 holes)
3797' – 3800'	Grayburg 2	(3', 6 holes)



Eunice Monument South Unit #775 OAP & Acidize Procedure Lea County, New Mexico December 3, 2010

POOH with wireline. RDMO wireline company.

- 11. RIH, with 7" RBP/ball catcher and 7" treating packer on 2-7/8" WS to 3805'. Set RBP at 3805'. PUH and set packer at 3600'.
- 12. MIRU acid company. Test lines to 4000 psig. Load TCA with brine and monitor during treatment (500 psig maximum).
- 13. Acidize perfs from 3676' 3800' with 3000 gal of 20% 90/10 acid (acid/xylene) while spacing 75 1.3 SG ballsealers with the following schedule. Max treating rate/pressure: 5 bpm / 3000 psi.
 - a. Load tubing with brine and establish injection
 - b. Pump 500 gal acid
 - c. Pump 2500 gal acid while dropping 75 1.3 SG ballsealers evenly throughout
 - d. Flush to bottom perf with brine
- 14. RDMO acid company. Shut well in for two hours for acid to spend.
- 15. RU swab and swab back acid load. Determine flow rate and oil cut. Report results to Midland.
- 16. Release packer. RIH to 3805' and retrieve RBP. POOH with WS and LD RBP and packer.
- 17. RIH with production equipment sized for 400 bfpd or based on swab results. Land intake at 3900'. ND BOP. Set TAC. NU WH. Run rods, SWO & HWO.
- 18. RWTP. Put well in test. RDMO PU.

Prepared by:	Date:
Nathan Franka	
Approved by:	Date:
Trey Krampf	
Approved by:	Date:
Guy Haykus	,

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JAN 1 2 2011

State of New Mexico

Form C-102 Revised October 12, 2005

1625 N. French Dr., Hobbs, NM 88244 OBBSUCEnergy, Minerals & Natural Resources

OIL CONSERVATION DIVISION

Submit to Appropriate District Office

1301 W. Grand Avenue, Artesia, NM 88210 District_III

State Lease - 4 Copies Fee Lease - 3 Copies

1000 Rio Brazos Rd., Aztec, NM 87410 District IV

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

AMENDED REPORT

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

WELL LOCATION AND ACREAGE DEDICATION PLAT

	WEEE ECCITION THIS RELEASE DEDICATION TEXT	
¹ API Number	² Pool Code ³ Pool Name	
30-025-35459	22800 Eumant Y- SR- Queen	
⁴ Property Code	⁵ Property Name	⁶ Well Number
300717	Eunice Monument South Unit	775
⁷ OGRID №.	⁸ Operator Name	⁹ Elevation
005380	XTO Energy, Inc.	3582' GL

¹⁰Surface Location

UL or lot no.	Section	Township	Range	Lot. Idn	Feet from the	North/South line	Feet from the	East/West line	County
J	15	21S	36E	·	2630	South	2558	East	Lea
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11 Bottom Hole Location If Different From Surface

	Bottom Hote Escation if Director Hom Surface												
ſ	UL or lot no.	Se	ction	Township		Range	Lo	t. Idn	Feet from the	North/South line	Feet from the	East/West line	County
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1	12 Dedicated Acre	es	13 1011	nt or Infill	14 (Consolidatio	n Code	1,3 0	rder No.				
- 1	YD												

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, and that this
				organization either owns a working interest or unleased mineral
				interest in the land including the proposed bottom hole location
				1
,				or has a right to drill this well at this location pursuant to a
				contract with an owner of such a mineral or working interest, or
				to a voluntary pooling agreement or a compulsory pooling order
				heretofore entered by the division.
				Hetty Ullas 1111 11
				Signature O Date
				Patty Urias
				Printed Name
		u	2558'	ļ
		1,0-1111		18SURVEYOR CERTIFICATION
		1 1		I hereby certify that the well location shown on this plat
		/		was plotted from field notes of actual surveys made by
],	, I. I	_	me or under my supervision, and that the same is true
	1	اه	_	and correct to the best of my belief.
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				Date of Survey Signature and Seal of Professional Surveyer:
				orginatare and beat of Frotessional Surveyer.
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		4		Certificate Number