Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

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FORM APPROVED OMB NO 1004-0137 Expires July 31, 2010

PARAMICTON FIELD-OFFICE

5 Lease Serial No

NMSF077383

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter aff 29 2011 6 If Indian, Allottee or Tribe Name abandoned well. Use Form 3160-3 (APD) for such proposals. Sureau of Land Managemer 7 If Unit or CA/Agreement, Name and/or No SUBMIT IN TRIPLICATE - Other instructions on page 2 Type of Well 8 Well Name and No Oil Well X Gas Well Other JC DAVIDSON C #1 2 Name of Operator XIO ENERGY INC. 9 API Well No 3b Phone No (include area code) 3a Address 30-045-07126 382 CR 3100 AZTEC, NM 87410 505-333-3100 10 Field and Pool, or Exploratory Area 4 Location of Well (Footage, Sec., T., R., M., or Survey Description) FULCHER KUTZ PICTURED CLIFFS Sec. 28 (M) -T28N-R10W 990' FSL & 990' FWL SWSW N.M.P.M. 11 County or Parish, State SAN JUAN 12 CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Notice of Intent Acidize Production (Start/Resume) Water Shut-Off Deepen Alter Casing Fracture Treat Reclamation Well Integrity X Subsequent Report Casing Repair New Construction Recomplete Change Plans Plug and Abandon Lemporarily Abandon Final Abandonment Notice Convert to Injection Plug Back Water Disposal Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones Attach the Bond under which the work will be performed or provide the Bond No on file with BLM/BIA Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the final site is ready for final inspection) XTO Energy Inc, has plugged and abandoned this well per the following: 9/19/11 MIRU. TOH w/rods & 1-1/2" x 1-1/4" x 10' RWBC pmp. TOH 2-1/16" IJ tbg. RIH 3-1/2" CICR & set @ 2024'. Notified NMOCD & BIM @ 5:52 a.m. 9/19/11 of P&A operations. Wanda Weatherford w/BIM on loc. 9/20/11 Plug # 1 w/16 sx Type B cmt. 9 sx below CICR & 7 sx abv. Plg fr/2024'-1911'. WCC. Tgd @ 2024'. Plug #1b w/20 sx Type B cmt. Wanda Weatherford w/BIM on loc. 9/21/11 Tgd TOC fr/Plug #1b @ 1765'. Recd verbal approval fr/BIM to perf sqz holes @ 1765'. Perfd 3 sqz holes @ 1765'. Plug #2 w/20 sx Type B cmt. Plg fr/1765'-1282'. Sqz 1/2 bbl cmt in sqz holes. Tgd TOC @ 1398'. Perfd 3 sqz holes @ 1216'. Recd permissio 9/22/11 Tgd TCC @ 1210'. Recd verbal approval fr/Steve Mason w/BIM for inside plg & sqz holes @ 1025'. Plug #3b w/8 sx Type B cmt. Plg fr/1210'-1017'. Tgd TOC @ 1025'. Perfd 3 sqz holes @ 1025'. RIH & set 3-1/2" CICR @ 975'. Plug #3c w/38 sx Type B cmt. 13 sx abv CICR & 25 sx below. Cmt plg abv CICR fr/975-314'...Perfd-3-sqz-holes-0-100'-FS.-Plug-#4-w/85-sx-Type-B-cmt--Plug-#4a-w/16-sx-Type-B-cmt--Girccmt fr/5-1/2" x 7' annl. WOC 1-1/2 hrs. Dug out fr/WH. Cut off WH. TOC in 3-1/2" csg @ 30' FS. Cmt @ surf 3-1/2" x 5-1/2" annl. Top off 3-1/2" csq & set DH marker w/20 sx Type B cmt. RDMO. Wanda Weatherford RCVD OCT 4'11 w/BIM on loc. OIL CUNS. DIV. I hereby certify that the foregoing is true and correct Name (Printed/Typed) QIST. 3 Title DOLENA JOHNSON REGULATORY COMPLIANCE TECHNIC Signature Date 09/26/2011 THIS SPACE FOR FEDERAL OR STATE OFFICE USE PSEP 2 9 2011 Title Approved by

Title 18 U.S.C. Section 1001, and Title 43 U.S.C. Section 1212, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction

Conditions of approval, if any, are attached Approval of this notice does not warrant or certify that

the applicant holds legal or equitable title to those rights in the subject lease which would

entitle the applicant to conduct operations thereon

Office