

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM APPROVED
OMB NO 1004-0137
Expires March 31, 2007

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

SUBMIT IN TRIPLICATE - Other instructions on reverse side

1 Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No SF-078019
2 Name of Operator XTO Energy Inc.		6 If Indian, Allottee or Tribe Name 2007 AUG 2 PM 11 34 070 RECEIVED FM FARMINGTON NM
3a Address 2700 Farmington, K-1, Farmington, NM 87401	3b Phone No (include area code) 505-324-1090	7 If Unit or CA/Agreement, Name and/or No
4 Location of Well (Footage, Sec, T, R, M, or Survey Description) 1960' FSL & 665' FWL Sec 12L-T27N-R11W		8. Well Name and No EH PIPKIN #111
		9 API Well No 30-045-34269
		10 Field and Pool, or Exploratory Area BASIN DAKOTA KUTZ GALLUP
		11 County or Parish, State SAN JUAN NM

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other <u>DOWNHOLE</u>
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	<u>COMMINGLE</u>
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

- 13 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 recompleat 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 recompleat 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. proposes to downhole commingle production from the Basin Dakota (71599) and the Kutz Gallup (36550) upon completion. Allocations are based on estimated average ultimate recovery per well of the eight (8) Dakota and nine (9) Gallup wells in T27-R11W. Water allocations are based on EUR water production per well.

Kutz Gallup	Oil: 62%	Water: 42%	Gas: 25%
Basin Dakota	Oil: 38%	Water: 58%	Gas: 75%

Both pools are in the pre-approved pool combinations for San Juan County. Ownership is diverse and owners were notified via certified, return receipt mail on August 1, 2007. Downhole commingling will offer economical production while protecting against reservoir damage, waste of reserves and violation of correlative rights. The NMOCD was notified of our intent to DHC by submission of Form C103 on August 1, 2007. Supporting documents are attached.

RCVD AUG3'07
OIL CONS. DIV.
DIST. 3

DHC 2655A2

14 I hereby certify that the foregoing is true and correct Name (Printed/Typed) HOLLY C. PERKINS	Title REGULATORY COMPLIANCE TECH
<i>Holly C. Perkins</i>	Date 8/1/2007

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by <i>Joe Hunt</i>	Title Geo	Date 8-2-07
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 FFD	

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

NMOCD to