

Approved by

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

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

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FORM APPROVED
OMB NO 1004-0137
Expires March 31, 2007

8-9-07

6 If Indian, Allottee or Tribe Name

5 Lease Serial No

NMCT.	077941A

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.

abandoned well. Use Form 3160-3 (APD) for such proposals. 7 If Unit or CA/Agreement, Name and/or No SUBMIT IN TRIPLICATE - Other instructions on reverse side Type of Well 8 Well Name and No X Gas Well Oil Well CA McADAMS D #2G Name of Operator XTO Energy Inc. 9 API Well No 3a. Address 3b Phone No (include area code) 30-045-33778 2700 Farmington Ave., Bldg. K. Ste 1 Farmington 505-324-1090 10 Field and Pool, or Exploratory Area 4 Location of Well (Footage, Sec., T., R., M., or Survey Description) BASIN DAKOTA/ 930' FNL & 1307' FEL SEC 20A-T27N-R10W ANGEL PEAK GALLUP 11 County or Parish, State SAN JUAN NM CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA 12. TYPE OF ACTION TYPE OF SUBMISSION Notice of Intent Acidize Deepen Production (Start/Resume) Water Shut-Off Alter Casing Fracture Treat Reclamation Well Integrity X Subsequent Report Casing Repair New Construction Recomplete Other AMEND NOI Plug and Abandon Change Plans Temporarily Abandon WINHOLE COMMINGLE Final Abandonment Notice Convert to Injection Plug Back 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. proposes to amend our notice of intent to downhole commingle the above well. Change to our original notice is our allocation justification. XTO Energy seeks approval for an exception to NMOCD Rule 303-C to permit DHC of production from the Basin Dakota (71599) and the Angel Peak Gallup (02170) in this well upon completion of drilling. RCVD AUG 10 '07 Allocations are based upon a 9-section EUR as follows: OIL CONS. DIV. DIST. 3 Basin Dakota: 81% 0i1:68% Water: 88% Cas: Angel Peak Mancos: Water: 12% 19% Oil: 32% Both pools are included in the New Mexico OCD pre-approved pool combinations for DHC in the SJ Basin. Interests are diverse & notification was given to owners on May 25, 2007 by certified, return receipt U.S. mail. The NMOCD has been notified and approved our intent by issuing DHC-2603 dated 6/6/07. Downhole commingling will offer an economical method of production while protecting against reservoir damage, waste of reserves & violation of correlative rights. I hereby/certify that the foregoing is true and correct (Printed/Typed) PERKIN REGULATORY COMPLIANCE TECH Date 8/9/07

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

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

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