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

APR 04 201

Lease Serial No.

SUNDRY NOTICES AND REPORTS ON WELLS NMSF-078094 Do not use this form for proposals to drill or to re-enter an Farmington Field Offician, Allottee or Tribe Name abandoned well. Use Form 3160-3 (APD) for such proposalistreau of Land Managemen. 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 FULLERION FEDERAL 13 #41 2. Name of Operator XTO ENERGY INC. 9. API Well No. 3a. Address 3b. Phone No (include area code) 30-045-28255 382 CR 3100 AZTEC, NM 87410 505-333-3204 10. Field and Pool, or Exploratory Area 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) BASIN FRUITLAND COAL WEST KUTZ PICTURED CLIFFS 1055' FNL & 790' FEL NENE Sec. 13 (A) -T27N-R11W 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 X Notice of Intent Acidize Production (Start/Resume) Water Shut-Off Fracture Treat Well Integrity Alter Casing Subsequent Report Casing Repair New Construction Recomplete Other DOWNHOLE Plug and Abandon Change Plans Temporarily Abandon COMMINGLE Final Abandonment Notice Convert to Injection 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 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. requests approval to DHC this well per NMOCD Rule 19.15.12.11 C(2) in the Basin Fruitland Coal (71629) and the West Kutz Pictured Cliffs (79680) pools upon completion of the PC. Pools are in the NMOCD pre-approved pool combinations for downhole commingle in the San Juan Basin per Order R-11363. Please see attached spreadsheets for justification of proposed allocations. 100% West Kutz Pictured Cliffs Oil: 100% 75% Water: 25% Basin Fruitland Coal Oil: Gas: Water: Ownership is diverse and notification was made without protest by CRR on 2/24/2012. DHC will offer an economical method of production while protecting against reservoir damage, waste of reserves & violation of correlative rights. The NMOCD was notified of our intent to DHC via Form C-103 on 4/3/2012. RCVD APR 17'12 OTL COMS. DIV. DIST. 3 DHC 3692 AZ 14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Title REGULATORY ANALYST BING Signature Date TH)S SPACE FOR FEDERAL OR STATE OFFICE USE Title Approved by 6c0 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

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Monthly Production Rates

OIL (Bbl/mo.) GAS (KCF/mo.) Water (Bbl/mo.)

Pictured Cliffs	0	5938	106
Fruitland Coal	0	1960	0
Total	0	7899	106

Average initial production seen from 1980s-1990s era Pictured Cliffs wells in the 9-section Previous 6-month average for Fruitland Coal production in Fullerton Fed 13-41

Percent Producti	on		
T	OIL	GAS	Water
Pictured Cliffs	100%	75%	100%
Fruitland Coal	0%	25%	0%
Total	100%	100%	100%

Mudge A-181 - Current Fruitland Coal production

	BO/Mo.	KCF/Mo.	BW/Mo.	
Jun-11		0	1870	0
Jul-11		0	2007	0
Aug-11		0	2010	0
Sep-11		0	1933	C
Oct-11		0	2012	C
Nov-11		0	1930	C
AVERAGE		0	1960	0

The 6 wells shown below are more-recent unallocated Pictured Cliffs wells in the 9-section produced in the 1980s and 1990s, which were completed significantly later than the 1950s-era wells, and were first producers in their respective quarter-sections. The rates are an average from the first six months of production, since the Federal 13-41 has never had any Pictured Cliffs production in that quarter-section and similar IPs are expected.

Fullerton Federal 10				
BO/Mo.		KCF/Mo.	BW/Mo.	
Dec-87	0	4061	0	
Jan-88	0	4429	0	
Feb-88	0	4650	0	
Mar-88	0	4431	0	
Apr-88	0	2292	0	
May-88	0	3024	0	
AVERAGE	0	3815	Đ	
Fullerton Federal 14-33				
BO/Mo.		KCF/Mo.	BW/Mo.	
Oct-91	0	5416	17	
Nov-91	ō	5079	13	
Dec-91	0	3761	0	
Jan-92	Ó	3833	13	
Feb-92	Ō	4214	9	
Mar-92	0	5280	22	
AVERAGE	0	4597	12	
Evilonian Fadaral 44 24				
Fullerton Federal 11-34 BO/Mo.		KCF/Mo.	BW/Mo	
May-95	0	7173	348	
Jun-95	0	7115	211	
Jul-95	0	6905	194	
Aug-95	ō	7156	215	
Sep-95	o	7026	186	
Oct-95	ō	6768	127	
AVERAGE	ō	7024	214	
Fullerton Federal 13-12		WOE##-	D)4(/80 -	
BO/Mo.	_	KCF/Mo.		
May-95 Jun-95	0	7461 7944	610 378	
Jul-95 Jul-95	0	8695	368	
Jul-95 Aug-95	0	9086	273	
Sep-95	0	9116	287	
Oct-95	0	7448	192	
AVERAGE	0	8292	351	
AVENAGE	۰	0232	331	
Fullerton Federal 13-24				
BO/Mo.		KCF/Mo.		
Oct-95	0	8139	59	
Nov-95	0	7384	69	
Dec-95	0	7184	52	
Jan-96	0	6875	62 53	
Feb-96	0	6403	50 50	
Mar-96 AVERAGE	0	6784 7128	50 58	
	•	,		
U.S. Argo 3		VCEUs-	D14//\$4 =	
BO/Mo.	^	KCF/Mo. 4568		
Nov-87	0		0	
Dec-87	0	4657 5129	0	
Jan-88 Feb-88	0	4805	0	
reb-oo Mar-88	0	5497	0	
Apr-88	0	3996	0	
AVERAGE	0	4775	0	
	_		•	
Average 1980s-1990s PC well IPs in 9-section				

BO/Mo. KCF/Mo. BW/Mo. 0

5938

Average Uplift