FORM APPROVED UNITED STATES Form 3160-5 OMB NO. 1004-0137 (April 2004) DEPARTMENT OF THE INTERIOR Expires March 31, 2007 BUREAU OF LAND MANAGEMENT 5. Lease Serial No. SUNDRY NOTICES AND REPORTS ON WELLS NMSF077951 6. If Indian Allottee or Tribe Name Do not use this form for proposals to drill or to re-enter an 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. Oil Well Gas Well X Other Jack Frost B #2F 2. Name of Operator XIO Energy Inc. 9. API Well No. 3b. Phone No. (include area code) 3a. Address 3004532698 2700 Farmington Ave., Bldg. K. Ste 1 Farmington 10. Field and Pool, or Exploratory Area 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Basin Dakota/ Angel Peak Gallup 1965' FNL & 1615' FWL 11. County or Parish, State F Sec 27, T27N-R10W San Juan CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA 12 TYPE OF ACTION TYPE OF SUBMISSION Notice of Intent Acidize Production (Start/Resume) Water Shut-Off Alter Casing Fracture Treat Reclamation Well Integrity X Subsequent Report Casing Repair New Construction Recomplete Other WELL SPUD Change Plans Plug and Abandon Temporarily Abandon Final Abandonment Notice Water Disposal Convert to Injection Plug Back 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. spudded 12-1/4" hole @ 12:00 a.m., 04/25/05. Drlg ahead.... 070 FARMINGTON I hereby certify that the foregoing is true and correct Name (Printed Typed) Title KELLY K. DRILLING ASSISTANT SMAI **ACCEPTED FOR RECORD** Date 04/28/05 THIS SPACE FOR FEDERAL OR STATE OFFICE USE 0 4 2005 Date WAY Title 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. FARMINGTUN FIELD OFFICE

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.