

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

FORM 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

☐ Oil Well ☒ Gas Well ☐ Other

2. Name of Operator

**XTO Energy Inc.**

3a. Address

**2700 Farmington Ave., Bldg. K. Ste 1 Farmington,**

3b. Phone No. (include area code)

**505-566-1925**

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

**665 FSL & 1860' FEL  
O sec 06, T27N-R10W**

5. Lease Serial No.

**NMSE077384**

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.

8. Well Name and No.

**Kutz J Federal #2G**

9. API Well No.

**30-045-32697**

10. Field and Pool, or Exploratory Area

**Basin Dakota/  
Angels Peak 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

☒ Notice of Intent

☐ Subsequent Report

☐ Final Abandonment Notice

☐ Acidize

☐ Alter Casing

☐ Casing Repair

☐ Change Plans

☐ Convert to Injection

☐ Deepen

☐ Fracture Treat

☐ New Construction

☐ Plug and Abandon

☐ Plug Back

☐ Production (Start/Resume)

☐ Reclamation

☐ Recomplete

☐ Temporarily Abandon

☐ Water Disposal

☐ Water Shut-Off

☐ Well Integrity

☒ Other **Downhole**

**Commingling**

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 recomple 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 recomple 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 for an exception to NMOC Rule 303-C to permit DHC of Production from the Basin Dakota & Angels Peak Gallup in the Kutz J Federal #2G. XTO Energy, Inc. plans to downhole commingle these pools upon completion of this well.**

**Allocations are based upon a 9 section EUR and are caculated as follows:**

|                    |         |           |         |
|--------------------|---------|-----------|---------|
| Basin Dakota       | Gas 82% | Water 75% | Oil 61% |
| Angels Peak Gallup | Gas 18% | Water 25% | Oil 39% |

Both these pools are included in the New Mexico Oil Conservation Division pre-approved pool combinations for downhole commingling in the San Juan Basin. Working interest, net royalty interest and overriding royalty interest owners have been notified by certified, return receipt mail on April 8th, 2005. The NMOC has been notified of our intent by submission of form C-103. Downhole commingling offers an economical method of production while protecting against reservoir damage, waste of leasehold, and violation of correlative rights.

14. I hereby certify that the foregoing is true and correct  
Name (Printed/Typed)

**Melissa M. Osborne**

Title

**Regulatory Compliance Tech**

Date **04/14/2005**

**THIS SPACE FOR FEDERAL OR STATE OFFICE USE**

Approved by

Title

Date

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

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.

**NMOC**