Form 3160-5 (April 2004)

## UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

175/1902	ROWD JAM2510
FORM APPROVE	D 3711 COAS. 000
OMB NO. 1004-01:	37JAL WARD, WAY
Expires March 31, 20	007 <u>arg</u> u s

5. Lease Serial No

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SUNDRY NOTICES AND REPORTS ON WELLS 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 Other X Gas Well BUTTE #4 2. Name of Operator XIO Energy Inc. 9. API Well No. 3b. Phone No. (include area code) 3a. Address 30-045-33888 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 FRUITLAND COAL 670' FSL & 725' FWL SESW SEC 18-T30N-R13W 11. County or Parish, State SAN JUAN CHECK, APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA 12. TYPE OF ACTION TYPE OF SUBMISSION Production (Start/Resume) Water Shut-Off Notice of Intent Acidize Deepen Alter Casing Fracture Treat Reclamation Well Integrity X Subsequent Report Casing Repair New Construction Recomplete Other SPUD & TD Plug and Abandon Change Plans Temporarily Abandon Final Abandonment Notice Plug Back Water Disposal Convert to Injection 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 3,160-4 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 on 12/12/2006 and drilled to 235'. Set 6 jts 8-5/8", J-55, 24# casing @ 232'. Cemented w/150 sx Type III cement w/3% CaCl2 & 1/4 pps Celloflake (14.5 ppg, 1.42 cuft/sx). Circ 12 bbls cmt to surf. Reput pt. PT /000#-0K Reached driller's TD of 1735' on 12/17/2006. Drilled 7-7/8" hole and ran 39 jts 5-1/2", 15.5#, J-55 casing & set @ 1735' w/124 sx Prem Lite cmt & 100 sx Type III cmt. Circ 5 bbls cmt to surf. Production casing will be PT at completion.

14. I hereby certify that the foregoing is true and correct Name (Irrinted Typed)  HOLLY C. PERKINS	Title	REGULATORY	COMPLIANCE TECH		
Jolly C. Terkins	Date	1/12/2006	ACCEPTED FUR PEQUED		
THIS SPACE FOR FEDERAL OR STATE OFFICE USE					
Approved by	Tit	le	Paris 2 2001		
Conditions of approval, if any, are attached. Approval of this notice does not warrant certify that the applicant holds legal or equitable title to those rights in the subject le which would entitle the applicant to conduct operations thereon.	t or Off	ice	FAR STORY DOWN		