FORM APPROVED UNITED ST. TES OMB NO. 1004-0137 (August 308) DEPARTMENT OF THE INTERIOR Expires July 31, 2010 BUREAU OF LAND MANAGEMENT 5. Lease Serial No. SUNDRY NOTICES AND REPORTS ON WELLS BIA 142060462 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 propose UTE MOUNTAIN UTE If Unit or CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on page 2 Type of Well Bureau of Land Manageme 8. Well Name and No. Toil Well X Gas Well Other UTE INDIANS A #61 2. Name of Operator XIV Energy Inc. 9. API Well No. 3b. Phone No. (include area code) 3a. Address 30-045-34328 Aztec, NM 87410 505-333-3100 382 CR 3100 10. Field and Pool, or Exploratory Area 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) UTE DOME PARADOX 1640' FSL & 2400' FEL NWSE SEC 25I-T32N-R14W 11 County or Parish, State San Juan CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA 12 TYPE OF SUBMISSION TYPE OF ACTION Water Shut-Off Notice of Intent Acidize Deepen Production (Start/Resume) Redlamation Alter Casing Fracture Treat Well Integrity X Subsequent Report New Construction Other SPUD, SET Casing Repair Recomplete Change Plans Plug and Abandon Temporanly Abandon CONDUCTOR & SURF Final Abandonment Notice Convert to Injection Plug Back Water Disposal CASING & PT 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 17-1/2" conductor hole on 01/16/2008 & drilled to 105' (cond TD). Set 13-3/8", 48#, H-40 conductor casing @ 94' & cemented w/310 sx Type V cement (15.6 ppg & 1.18 cuft/sx). Circ 6 bbls cement to surface on 01/17/2008. Drilled 12-1/4" surf hole to 890' on 01/19/2008 (surf TD). Set 9-5/8", 36#, J-55 surf casing @ 886' on 01/19/2008 & cemented w/485 sx Type III cement (15.6 ppg & 1.18 cuft/sx). Circ 50 bbls cement to surf. Finished cement job on 01/19/2008. Pressure Tested casing to 1000 psig f/30 min. Tested OK. ACCEPTED FOR RECORD Drilling ahead... San Juan Friscurce Area Description of Land Management

RCVD SEP 11 '08 14. I hereby certify that the foregoing is true and correct OIL CONS. DIV. Name (Printed/Typed) DOLENA JOHNSON Title DIST. 3 OFFICE CLERK Date 01/25/2008 THIS SPACE FOR FEDERAL OR STATE OFFICE USE Date Approved by Conditions of approval, if any, are attached Approval of this notice does not warrant or certify that Office the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon

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.

