

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM APPROVED
OMB NO 1004-0137
Expires July 31, 2010

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.

RECEIVED

SUBMIT IN TRIPLICATE - Other instructions on page 2

1 Type of Well <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other		5 SEP 16 2009 Bureau of Land Management Farmington Field Office	7 If Unit or CA/Agreement, Name and/or No NM-117669 FC NM-116655 PC
2 Name of Operator XTO Energy Inc.		8 Well Name and No ROPCO 7 #2	9 API Well No 30-045-33190
3a Address 382 CR 3100	3b. Phone No (include area code) 505-333-3100	10 Field and Pool, or Exploratory Area BASIN FRUITLAND COAL TWIN MOUNDS FRUITLANDSAND PC	
4 Location of Well (Footage, Sec., T., R., M., or Survey Description) 1315' FNL & 1420' FWL SEC 7C-T29N-R14W N.M.P.M.		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	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other <u>DOWNHOLE</u>
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	<u>COMMINGLE</u>
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

- 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 recompleat 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 recompleat 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 requests approval for an exception to NMOC Rule 303-C permit to DHC of production from the Basin Fruitland Coal & the Twin Mounds Fruitland Sand-Pictured Cliffs in the Ropco 7 #2. XTO proposes to DHC the two pools upon approval of this application. Proposed allocations are based upon production and have been allocated as follows:

Pictured Cliffs	Gas: 27%	Water: 99%	Oil: 99%
Fruitland Coal	Gas: 73%	Water: 1%	Oil: 1%

Ownership is diverse & owners were notified via certified, return receipt mail on 8/26/09. Downhole commingling will offer an economical method of production while protecting against reservoir damage, waste of reserves & violation of correlative rights. The pools are in the NMOC pre-approved pool combinations for DHC in the SJ Basin and the NMOC was notified of our intent to DHC via submission of Form C103 on 9/15/09.

RCVD SEP 24 '09
OIL CONS. DIV.
DIST. 2

DHC 3237 AZ

14 I hereby certify that the foregoing is true and correct Name (Printed/Typed) WANETT MCCAULEY		Title REGULATORY CLERK
Signature Wanett McCauley		Date 9/15/2009
THIS SPACE FOR FEDERAL OR STATE OFFICE USE		
Approved by Joe Hewitt	Title Geo	Date 9-21-09
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.		

ROPCO 7-2

Pictured Cliffs

	Oil	Gas	Water
4/30/2006	0	1033	389
5/31/2006	0	1920	1666
6/30/2006	0	1670	1612
7/31/2006	0	1536	2235
8/31/2006	0	1164	1278
9/30/2006	0	846	273

Well didn't produce entire month pending opening Fruitland Coal Did not use in decline.

Decline 1164 MCF/mo at 10% decline to 5/31/09 = 730 MCF/mo

Water production at 10% decline = 1050 BW/mo

Fruitland Coal

	Oil	Gas	Water
12/31/2008	0	2442	5
1/31/2009	0	2621	3
2/28/2009	0	2248	0
3/31/2009	0	2331	2
4/30/2009	0	2162	2
5/31/2009	0	1986	6

Fruitland Coal is nearly dewatered.

Allocation.

	MCF/mo		
	Oil	Gas	Water
Pictured Cliffs	0	730	1050
Fruitland Coal	0	1986	6
Total	0	2716	1056

	%		
	Oil	Gas	Water
Pictured Cliffs	0	27%	99%
Fruitland Coal	0	73%	1%
Total	0	100%	100%



382 CR 3100
Aztec, NM 87410

August 26, 2009

Interest Owners

Subject: Notice of Intent to Apply for Downhole Commingling
Ropco 7 #2
Unit C, Sec 7, 29N, R14W

XTO Energy Inc is submitting an application to the New Mexico Oil Conservation Division (NMOCD) to downhole commingle production from the Basin Fruitland Coal & the Twin Mounds Fruitland Sand Pictured Cliffs pools in the Ropco 7 #2. Commingling of these pools will minimize operating costs, add reserves and improve economics of the well.

The proposed allocation percentages are as follows:

Pictured Cliffs	Oil: 99 %	Gas: 27%	Water: 99%
Fruitland Coal	Oil: 1%	Gas: 73%	Water: 1%

NMOCD requires all interest owners be notified of intent to downhole commingle if ownership is different between zones. If you need additional information or have any questions, I may be contacted at (505) 333-3204. If you have any objections to our application, please contact me within twenty (20) days of the date of this letter.

Sincerely,

A handwritten signature in black ink, appearing to read 'Lorri D. Bingham', written over a printed name and title.

Lorri D. Bingham
Regulatory Analyst

xc: well file