(August 2007), ENED FORM APPROVED UNITED STATES OMB NO 1004-0137 DEPARTMENT OF THE INTERIOR DINS S. I. MAL Expires July 31, 2010 **BUREAU OF LAND MANAGEMENT** JAN JAN PLISUNDRY NOTICES AND REPORTS ON WELLS

REGULATORY COMPLISURED FOR FOR PROPERTY OF THE 5. Lease Serial No. NMM-03523 6. If Indian, Allottee or Tribe Name 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 page 2 Type of Well 8. Well Name and No. Oil Well X Gas Well HOLLOWAY 6 #1 2. Name of Operator XIO ENERGY INC. DEC 29 2009 9. API Well No. 3a. Address 3b. Phone No. (include area code) 30-045-30536 Bur505+333+3100:nagement 382 CR 3100 AZTEC, NM 87410 10. Field and Pool, or Exploratory Area 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Farmington Field Office BASIN FRUITLAND COAL 870' FNL & 1180' FEL NENE SEC. 6 (A) -T26N-R11W N.M.P.M. 11. County or Parish, State SAN JUAN NM 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 Deepen Notice of Intent Acidize Well Integrity Fracture Treat Reclamation Alter Casing Subsequent Report New Construction Other Recomplete Casing Repair Change Plans Plug and Abandon Temporarily Abandon Justification | Final Abandonment Notice Convert to Injection Plug Back Water Disposal 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. is currently evaluating the effectiveness of the original frac for this well, specifically the frac fluid used. XTO then plans to refrac this well and possibly add any coal stringers that could be added to boost production. Approved varil 1/1/11 **RCVD JAN 14'10** OIL CONS. DIV. DIST. 3

I hereby certify that the foregoing is true and correct Name (Printed/Typed) LORRI D Title RINGHAN REGULATORY ANALYST Signature Date 12/29/2009 THIS SPACE FOR FEDERAL OR STATE OFFICE USE Title 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.