

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

RECEIVED

FORM APPROVED
OMB NO. 1004-0137
Expires July 31, 2010

SUNDRY NOTICES AND REPORTS ON WELLS

JAN 06 2010

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

5. Lease Serial No. **MM-03547**

6. If Indian, Allottee or Tribe Name **NA**

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

8. Well Name and No. **BREECH F #16**

9. API Well No. **30-039-29998**

10. Field and Pool, or Exploratory Area **BASIN DAKOTA
BASIN MANCOS**

11. County or Parish, State **RIO ARriba NM**

SUBMIT IN TRIPLICATE - Other instructions on page 2

1. Type of Well
☐ Oil Well ☒ Gas Well ☐ Other

2. Name of Operator
XTO ENERGY INC.

3a. Address **382 CR 3100 AZTEC, NM 87410**

3b. Phone No. (include area code) **505-333-3630**

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
1900' FNL & 890' FEL SENE SEC.33 (H) -T27N-R06W N.M.P.M.

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 DOWNHOLE
	<input type="checkbox"/> Change Plans <input type="checkbox"/> Plug and Abandon <input type="checkbox"/> Temporarily Abandon COMMINGLE
	<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 recompleate 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 recompleation 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 permit DHC of production from the Basin Dakota (71599) & the Basin Mancos (97232) pools in the Breech F #16. XTO proposes to downhole commingle these pools upon approval of this application.

RCVD JAN 12 '10
OIL CONS. DIV.

Allocations are based upon production and are calculated as follows:

Basin Dakota:	Gas: 44%	Oil: 5%	Water: 18%
Basin Mancos:	Gas: 56%	Oil: 95%	Water: 82%

DIST. 3

Both pools are not in the NMOC pre-approved pool combinations for DHC in the San Juan Basin and the NMOC was notified of our intent via Form C-107A on 1/05/2010. Ownership is not common in both zones; therefore, interest owners were notified by certified mail, return receipt on 1/05/2010. Downhole commingling will offer an economical method of production while protecting against reservoir damage, waste of reserves & violation of correlative rights.

DHC pending

14. I hereby certify that the foregoing is true and correct

Name (Printed/Typed) **WANETT MCCAULEY** Title **REGULATORY COMPLIANCE TECHNICIAN**

Signature *Wanett McCauley* Date **1/05/2010**

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by *Joe Henry* Title **Geo** Date **1-7-10**

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 **FFO**

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 16

Allocation Breech F #16

Tocito/MC	MCFPM	BOPM	BWPM
Sep-09	4075	114.5	40
Oct-09	3088	294.9	84.7
Nov-09	3670	342.2	10

Total	10833	751.6	134.7
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Dakota	MCFPM	BOPM	BWPM
May-09	3092	18.4	30
Jun-09	2453	11	
Jul-09	2914	8.8	

Total	8459	38.2	30
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Allocations	%Gas	%Oil	%Water
TO/MC	56.2	95.2	81.8
DK	43.8	4.8	18.2