

TORCH ENERGY ROYALTY TRUST

Form SC 13D/A

October 18, 2007

**UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549  
SCHEDULE 13D  
Under the Securities Exchange Act of 1934  
(Amendment No. 3)  
INFORMATION TO BE INCLUDED IN STATEMENTS  
FILED PURSUANT TO RULE 13d-1(a) AND AMENDMENTS  
THERE TO FILED PURSUANT TO RULE 13-2(a)  
Torch Energy Royalty Trust**

(Name of Issuer)  
Units of Beneficial Interest

(Title of Class of Securities)  
891013104

(CUSIP Number)  
Douglas C. Neff, 19800 MacArthur Boulevard, Suite 700, Irvine, California 92612, (949)851-2121

(Name, Address and Telephone Number of Person Authorized to Receive Notices and Communications)  
October 16, 2007

(Date of Event Which Requires Filing of this Statement)

If the filing person has previously filed a statement on Schedule 13G to report the acquisition that is the subject of this Schedule 13D, and is filing this schedule because of Rule 13d-1(e), 13d-1(f) or 13d-1(g), check the following box. o  
**Note:** Schedules filed in paper format shall include a signed original and five copies of the schedule, including all exhibits. See Rule 13d-7 for other parties to whom copies are to be sent.

\*The remainder of this cover page shall be filled out for a reporting person's initial filing on this form with respect to the subject class of securities, and for any subsequent amendment containing information which would alter disclosures provided in a prior cover page.

The information required on the remainder of this cover page shall not be deemed to be filed for the purpose of Section 18 of the Securities Exchange Act of 1934 or otherwise subject to the liabilities of that section of the Act but shall be subject to all other provisions of the Act (however, see the Notes).

(continued on following pages)

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CUSIP No. 891013104

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NAMES OF REPORTING PERSONS

I.R.S. IDENTIFICATION NO. OF ABOVE PERSONS (ENTITIES ONLY)

**1**

FAIRCHILD ENERGY INVESTMENT CO. LLC      20-8179930

CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP (SEE INSTRUCTIONS)

**2**

(a)

(b)

SEC USE ONLY

**3**

SOURCE OF FUNDS (SEE INSTRUCTIONS)

**4**

WC

CHECK IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEMS 2(d) OR 2(e)

**5**

CITIZENSHIP OR PLACE OF ORGANIZATION

**6**

DELAWARE

SOLE VOTING POWER

**7**

NUMBER OF

SHARES  
BENEFICIALLY OWNED BY

**8**

SHARED VOTING POWER

EACH  
REPORTING

**9**

SOLE DISPOSITIVE POWER

PERSON

WITH SHARED DISPOSITIVE POWER

10

AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

11

0

CHECK IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES (SEE INSTRUCTIONS)

12

o

PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)

13

0%

TYPE OF REPORTING PERSON (SEE INSTRUCTIONS)

14

OO

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**1** NAMES OF REPORTING PERSONS

I.R.S. IDENTIFICATION NO. OF ABOVE PERSONS (ENTITIES ONLY)

DOUGLAS C. NEFF

**2** CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP (SEE INSTRUCTIONS)

(a)

(b)

**3** SEC USE ONLY

**4** SOURCE OF FUNDS (SEE INSTRUCTIONS)

OO

**5** CHECK IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEMS 2(d) OR 2(e)

**6** CITIZENSHIP OR PLACE OF ORGANIZATION

UNITED STATES

**7** SOLE VOTING POWER

NUMBER OF

SHARES  
BENEFICIALLY OWNED BY  
**8**

SHARED VOTING POWER

EACH  
REPORTING  
**9**

SOLE DISPOSITIVE POWER

PERSON

WITH SHARED DISPOSITIVE POWER

10

AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

11

0

CHECK IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES (SEE INSTRUCTIONS)

12

o

PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)

13

0%

TYPE OF REPORTING PERSON (SEE INSTRUCTIONS)

14

IN, HC

CUSIP No. 891013104

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This Amendment No. 3 to Schedule 13D ( Amendment ) amends Amendment No. 2 to Schedule 13D filed on June 11, 2007 by Fairchild Energy Investment Co. LLC ( Fairchild ) and Douglas C. Neff (each, a Reporting Person and, collectively, the Reporting Persons ).

All capitalized terms used in this Amendment and not otherwise defined herein have the meanings ascribed to them in the Schedule 13D filed on January 25, 2007.

**Item 2. Identity and Background**

Item 2 is amended to reflect the following:

As of the date of this filing, the Reporting Persons do not beneficially own any Units.

**Item 5. Interest in Securities of the Issuer.**

Item 5 is amended to reflect the following:

(a) - (b) As of the date of this filing, the Reporting Persons do not beneficially own any Units.

(c) On October 16, 2007, Fairchild sold 887,500 Units on the open market at a per Unit price of \$11.25 for an aggregate price of \$9,984,375.00. This was the only transaction with respect to Units effected in the past sixty (60) days by any of the Reporting Persons inclusive of any transaction effected as of 5:30 p.m. Standard Eastern Time, on October 16, 2007.

(e) The Reporting Persons ceased to beneficially own more than 5% of the outstanding Units on October 16, 2007. As of the date of this filing, the Reporting Persons do not beneficially own any Units.

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**SIGNATURE**

After reasonable inquiry and to the best of my knowledge and belief, I certify that the information set forth in this statement is true, complete and correct.

Dated: October 18, 2007

FAIRCHILD ENERGY INVESTMENT CO. LLC

By: /s/ Douglas C. Neff  
Name: Douglas C. Neff  
Title: Manager

/s/ Douglas C. Neff  
DOUGLAS C. NEFF