

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM APPROVED
OMB No. 1004-0137
Expires: March 31, 2007

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.

SUBMIT IN TRIPLICATE. Other instructions on reverse side.

1. Type of Well

☐ Oil Well☒ Gas Well☐ Other

2. Name of Operator

ENCORE OPERATING, L. P. (DONALD WOOD 432-686-5455)

3a. Address: 7777 MAIN STREET SUITE 1400

FORT WORTH, TEXAS 76102

3b. Phone No. (include area code)

817-877-9955

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

660' FNL & 1260' FEL SECTION 31 T20S-R28E EDDY CO. NM

5. Lease Serial No.

NM-01119

6. If Indian, Allottee or Tribe Name

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

8. Well Name and No.

ENCORE "31" AVALON # 1

9. API Well No.

30 015 35714

10. Field and Pool, or Exploratory Area

BURTON FLAT-MORROW

11. County or Parish, State

EDDY CO. NEW MEXICO

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION

TYPE OF ACTION

☒ Notice of Intent☐ Subsequent Report☐ Final Abandonment Notice☐ Acidize☐ Alter Casing☐ Casing Repair☐ Change Plans☐ Convert to Injection☐ Deepen☐ Fracture Treat.☐ New Construction☐ Plug and Abandon☐ Plug Back☐ Production (Start/Resume)☐ Reclamation☐ Recomplete☐ Temporarily Abandon☐ Water Disposal☐ Water Shut-Off☐ Well Integrity☒ Other regain control
of deviation

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 site is ready for final inspection.)

1. Encore Operating, L. P. is working on gaining control of the deviation of the hole and getting it back to 0° inclination and azimuth. See attached directional plan to accomplish this tatget.

14. I hereby certify that the foregoing is true and correct
Name (Printed/Typed)

Joe T. Janice

Title Permit Engineer

Signature

Date 01/12/08

APPROVED

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

Date

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

JAN 14 2008

WESLEY W. INGRAM
PETROLEUM ENGINEER

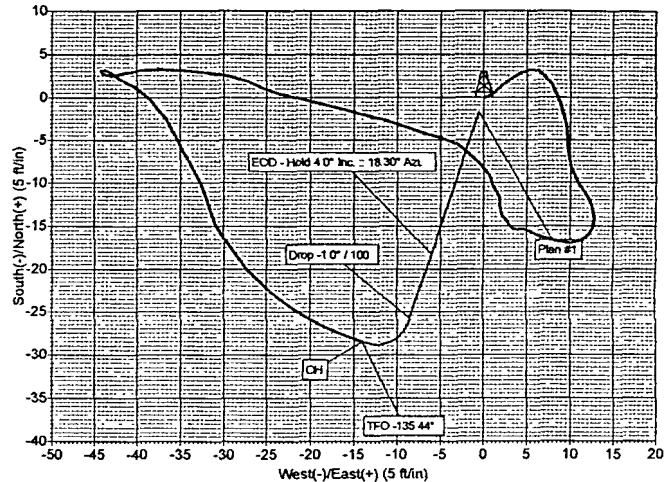
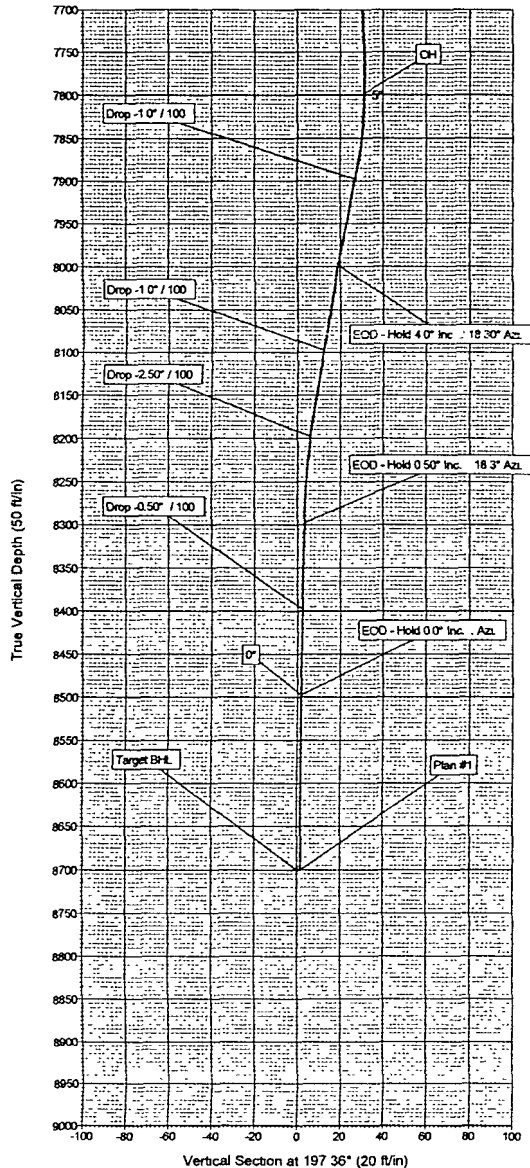
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)



Encore Operating, L.P.
A subsidiary of
Encore Acquisition
Company

Project: Eddy Co., New Mexico
Site: Encore '31' Avallon #1
Well: Encore '31' Avallon #1
Wellbore: Correction
Plan: Plan #1 (Encore '31' Avallon #1/Correction)



SECTION DETAILS

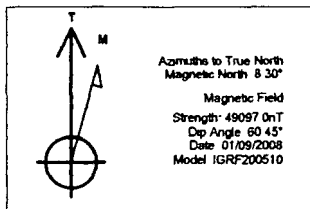
Sec	MD	Inc	Azi	TVD	+N/-S	+E/-W	DLeg	TFace	VSec	Target
1	7800.00	5.09	108.39	7798.20	-28.45	-14.06	0.00	0.00	31.27	
2	7900.00	5.00	18.30	7897.94	-25.71	-8.47	7.14	-135.44	27.06	
3	8000.00	4.00	18.30	7997.63	-18.26	-6.01	1.00	180.00	19.21	
4	8100.00	4.00	18.30	8097.38	-11.64	-3.82	0.00	0.00	12.24	
5	8200.00	3.00	18.30	8197.20	-5.84	-1.90	1.00	180.00	6.14	
6	8300.00	0.50	18.30	8297.14	-2.94	-0.94	2.50	-180.00	3.09	
7	8400.00	0.50	18.30	8397.14	-2.11	-0.67	0.00	0.00	2.22	
8	8500.00	0.00	0.00	8497.14	-1.70	-0.53	0.50	180.00	1.78	
9	8500.00	0.00	0.00	8597.14	-1.70	-0.53	0.00	0.00	1.78	
10	8702.86	0.00	0.00	8700.00	-1.70	-0.53	0.00	0.00	1.78	

PROJECT DETAILS: Eddy Co., New Mexico

Geodetic System: US State Plane 1927 (Exact solution)
Datum: NAD 1927 (NADCON CONUS)
Ellipsoid: Clarke 1866
Zone: New Mexico East 3001
System Datum: Mean Sea Level

ANNOTATIONS

TVD	MD	Annotation
7798.20	7800.00	TFO -135.44°
7897.94	7900.00	Drop -1.0° / 100
7997.63	8000.00	EOD - Hold 4.0° Inc. : 18.30° Azi
8097.38	8100.00	Drop -1.0° / 100
8197.20	8200.00	Drop -2.50° / 100
8297.14	8300.00	EOD - Hold 0.50° Inc. : 18.3° Azi
8397.14	8400.00	Drop -0.50° / 100
8497.14	8500.00	EOD - Hold 0.0° Inc. : Azi



RECEIVED

JAN 22 2008

HOBBS OCD

Plan: Plan #1 (Encore '31' Avallon #1/Correction)
Created By: L.D. Burton Date: January 9, 2008