

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD-ARTESIA

FEB - 3 2009

FORM APPROVED
OMB NO. 1004-0135
Expires January 31, 2004

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 <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other | | 6. If Indian, Allottee or Tribe Name MM58034 |
| 2 Name of Operator QUANTUM RESOURCES MANAGEMENT, LLC | | 7 If Unit or CA/Agreement, Name and/or No |
| 3a Address 1775 SHERMAN ST., STE.1200, DENVER, CO 80203 | 3b Phone No (include area code) (303)815-1453 | 8. Well Name and No PECOS FEDERAL #003 |
| 4 Location of Well (Footage, Sec., T., R., M., or Survey Description) 760' FSL & 1,980' FEL SEC. 27, T-26S, R-29E | | 9 API Well No 30-015-25435 |
| | | 10 Field and Pool, or Exploratory Area BRUSHY DRAW DELAWARE |
| | | 11. County or Parish, State EDDY NM |

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

| TYPE OF SUBMISSION | TYPE OF ACTION | | | |
|---|---|--|--|---|
| <input 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 checked="" 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 type="checkbox"/> Other |
| | <input type="checkbox"/> Change Plans | <input checked="" type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon | |
| | <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.)

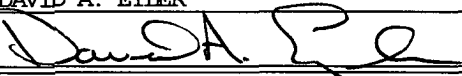
01/14/09: MIX & PUMP A 25 SX. CMT. PLUG @ 2,949'; WOC & TAG TOP OF CMT. PLUG @ 2,656'; CIRC. WELL W/ MUD.

01/15/09: MIX & CIRC. TO SURFACE A 40 SX. CMT. PLUG @ 557'-3'; DIG OUT & CUT OFF WELLHEAD 3' B.G.L. & WELD ON STEEL PLATE TO CASINGS & INSTALL DRY HOLE MARKER.

WELL PLUGGED AND ABANDONED 01/15/09.

Accepted for record
NMOCD

Approved as to plugging of the well bore.
Liability under bond is retained until
Surface restoration is completed.

| | | |
|---|--------|-------------------------|
| 14 I hereby certify that the foregoing is true and correct Name (Printed/Typed) DAVID A. EYLER | | Title AGENT |
|  | | Date 01/27/09 |
| THIS SPACE FOR FEDERAL OR STATE OFFICE USE | | |
| Approved by | Title | |
| 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 | |

