

Submit 1 Copy To Appropriate District
Office
District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM
87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
October 13, 2009

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

WELL API NO. 30-015-36768
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. 37486
7. Lease Name or Unit Agreement Name WLH Gas Unit
8. Well Number 46
9. OGRID Number 143199
10. Pool name or Wildcat Loco Hills, Queen-Grayburg-San Andres

SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)	
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>	
2. Name of Operator Enervest Operating, LLC	
3. Address of Operator 1001 Fannin St. Ste 800 Houston, Texas 77002	
4. Well Location Unit Letter <u>P</u> : <u>1310</u> feet from the <u>South</u> line and <u>10</u> feet from the <u>East</u> line Section <u>11</u> Township <u>18S</u> Range <u>29E</u> NMPM <u>Eddy</u> County	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3515' GR	

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>	
DOWNHOLE COMMINGLE <input type="checkbox"/>			
OTHER. Complete well as Producer <input checked="" type="checkbox"/>		OTHER. <input type="checkbox"/>	

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Enervest Operating, LLC permitted this well as a producer for the approved WLH Waterflood project.

Proposed well completion procedure:

RU Wireline & run GR/CCL/CBL logs. RIH w/3-1/8" select-fire csg guns and perforate 2667'-2842'
(4 SPF, 90 deg phasing, 0.5" EHD).

Acidize using 5,000 gal 15% NEFE, scale inhibitor and ball sealers. Frac w/ approx. 18,000 gal of 25# cross-linked gel and 30,000# of 16/30 Brady.

Leave well SI overnight. RU flowback equipment, install choke, open to flowback tank.

RIH with 2-7/8" 6.5# 8rd EUE J-55 tubing, 2-7/8" SN.

RIH w/ gas anchor, pump and rods. Load and test to ensure good pump action.

Spud Date: 12/12/09

Rig Release Date: 12/19/09

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Bridget Helfrich TITLE Regulatory Tech DATE 1-22-10

Type or print name Bridget Helfrich E-mail address: bhelfrich@enervest.net PHONE: 713-495-6537

For State Use Only

APPROVED BY: [Signature] TITLE Geologist DATE 1/26/10
Conditions of Approval (if any):