

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD-ARTESIA

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 type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. NM-81677
2. Name of Operator ENCORE OPERATING, L. P. (BILLY JUROSKA 817-339-0788)		6. If Indian, Allottee or Tribe Name -----
3a. Address 777 MAIN STREET SUITE 1400 FORT WORTH, TEXAS 76102	3b. Phone No. (include area code) 817-877-9955	7. If Unit or CA/Agreement, Name and/or No. -----
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 1650' FNL & 990' FEL SECTION 12 T21S-R23E EDDY CO. NM		8. Well Name and No. ENCORE "12" INDIAN COM. # 1
		9. API Well No. 30-015-35632
		10. Field and Pool, or Exploratory Area INDIAN BASIN-MORROW
		11. County or Parish, State EDDY CO.

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 checked="" 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 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 recomplete 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 recompletion 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. requests the approval to change the grade of the surface casing in their ENCORE "12" INDIAN COM # 1 well from N-80 LT&C TO J-55 BTC.

Based on the expected BHP, there is a strong likelihood that the formation below the surface shoe will fracture if the hole becomes half evacuated,

14. I hereby certify that the foregoing is true and correct	
Name (Printed/Typed) Joe T. Janica	Title Agent
Signature <i>Joe T. Janica</i>	Date 08/18/07
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

APPROVED

AUG 20 2007

WESLEY W. INGRAM
PETROLEUM ENGINEER