

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD-ARTESIA

FORM 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.

MAY 29 2008

OCD-ARTESIA

Lease Serial No.

NM-15295

Indian, Allottee or Tribe Name

N/A

SUBMIT IN TRIPLICATE- Other instructions on reverse side.

1 Type of Well
☐ Oil Well ☒ Gas Well ☐ Other2 Name of Operator
ENCORE OPERATING, L.P.3a Address
777 MAIN STREET, STE. 1400 FT WORTH, TX 761023b Phone No (include area code)
817-877-9955

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

2540' FNL & 180' FWL SEC 8 T24S-R26E

7 If Unit or CA/Agreement, Name and/or No
N/A8 Well Name and No.
CK FEDERAL # 49 API Well No
30-015-3594210 Field and Pool, or Exploratory Area
WHITE CITY PENN-GAS11 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 checked="" type="checkbox"/> Other Notice of Spud
	<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.)

SPUD 5/13/08 @ 2:00AM

DRILL 17-1/2 F/304' T/430'. TD 17-1/2" HOLE AT 430'

PUMP SWEEP & CIRCULATE FOR CASING. WLS. TOOH, LAY DOWN REAMER. CALLED BLM TALKED TO TERRY WILSON ABOUT CASING RUN AND CEMENT JOB. RUN 10 JOINTS 13-3/8 48# H-40 STC SET AT 430'. RIG DOWN BULL ROGERS."

RIG UP BJ AND CIRCULATE CASING.

BJ CEMENT WITH 440 SX CEMENT. PLUG DOWN AT 6 PM CST 5-14-2008. CIRCULATED 127 SX CEMENT TO RAIL CAR. FLOAT DID NOT HOLD. SHUT IN WITH 500#. TERRY WILSON WITH BLM WITNESSED. RIG DOWN BJ. WOC.

CUT OFF WELD ON SOW. TEST TO 500#. NIPPLE UP BOP.

Casing test inadequate - see Onshore Order 2, III, B, 1, h
10,22 psi/ft or 1500 psi whichever is greater not to
exceed 70% of burst, which is 1211 for this casing

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

ANN BURDETTE WILEY

Title REGULATORY MANAGER

Signature

Date

05/15/2008

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

MAY 27 2008

WESLEY W. INGRAM
PETROLEUM ENGINEER

Title 18 USC Section 1001 and Title 43 USC 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)

Accepted for record - NMOCD