

Submit 1 Copy To Appropriate District Office  
 District I - (575) 393-6161  
 1625 N. French Dr., Hobbs, NM 88240  
 District II - (575) 748-1283  
 811 S. First St., Artesia, NM 88210  
 District III - (505) 334-6178  
 1000 Rio Brazos Rd., Aztec, NM 87410  
 District IV - (505) 476-3460  
 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
 Energy, Minerals and Natural Resources

Form C-103  
 Revised August 1, 2011

HOBBS OCD  
 DEC 13 2012

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

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.)		WELL API NO. 30-025-40749
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator Quantum Resources Management, LLC		6. State Oil & Gas Lease No. B-934
3. Address of Operator 1401 McKinney St., Suite 2400, Houston, TX 77010		7. Lease Name or Unit Agreement Name Encore M State
4. Well Location Unit Letter <u>D</u> : <u>468</u> feet from the <u>North</u> line and <u>300</u> feet from the <u>West</u> line Section <u>20</u> Township <u>22S</u> Range <u>37E</u> NMPM County <u>Lea</u>		8. Well Number <u>009</u>
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3404'GR		9. OGRID Number <u>243874</u>
10. Pool name or Wildcat <u>Blinebry Oil &amp; Gas (Oil)/Drinkard/Wantz;Abo</u>		

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

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

10/25/12-MIRU J&M #102, tag PBDT@6820'(+/-)  
 10/26/12-Ran GR-CCL-CBL from PBDT to 3300' (est TOC).  
 10/29/12-Perf 6752-6800' w/1 spf (27 holes)  
 10/30/12-Acidized w/2700 gals 15% HCL NeFe acid  
 11/02/12-Frac'd w/5000G pad, 4000G fluid w/300)# 100 mesh sd. Perf 6466-6690' w/1 spf (67 shots); frac w/15,000G pad+40,000G w/131,000#20/40sd & 12,000G w/30,000# 20/40 Super LC; Perf 5489-5605' w/1 spf (36 shots); acid w/63 Bbls 15% HCl  
 11/03/12-ND frac stack, NU BOP.  
 11/05/12-LDDC's. RIH w/2-1/2" SN, 160jts 2-7/8" 6.5# J-55 prod. tbg.  
 11/07/12-SN@5467'  
 11/08/12-Wait to rig-up/hook-up FL & separator to test tanks. Release BOP, final well service report.

Spud Date:  Rig Release Date:

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

SIGNATURE Celeste G. Dale TITLE Sr. Regulatory Analyst DATE 12/12/12

Type or print name Celeste G. Dale E-mail address: cdale@gracc.com PHONE: 432-683-1500

APPROVED BY: [Signature] TITLE Petroleum Engineer DATE DEC 27 2012

Conditions of Approval (if any):

JAN 08 2013