

District I - (575) 393-6161
1625 N. French Dr., Hobbs, NM 88240

HOBBS OCD

Energy, Minerals and Natural Resources

Revised August 1, 2011

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

APR 29 2014

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

RECEIVED

WELL API NO. 30-025-38961
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. 37138
7. Lease Name or Unit Agreement Name Encore M State
8. Well Number 1
9. OGRID Number 243874
10. Pool name or Wildcat DRINKARD OIL & GAS/BLINEBRY

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 Gas Well Other

2. Name of Operator
Quantum Resources Management LLC

3. Address of Operator
1401 MCKINNEY, HOUSTON TX 77010

4. Well Location
Unit Letter _____ A: _____ 742 feet from the NORTH line and 1294 feet from the EAST line
Section 30 Township 22S Range 37E NMPM LEA County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3406 DR

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

NOTICE OF INTENTION TO:

- PERFORM REMEDIAL WORK
- TEMPORARILY ABANDON
- PULL OR ALTER CASING
- DOWNHOLE COMMINGLE
- PLUG AND ABANDON
- CHANGE PLANS
- MULTIPLE COMPL

OTHER:

SUBSEQUENT REPORT OF:

- REMEDIAL WORK
- COMMENCE DRILLING OPNS.
- CASING/CEMENT JOB
- ALTERING CASING
- P AND A

OTHER:

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.

Moved on location and squeezed casing from 3302 - 3504 WOC. Test squeeze to 500 psi for 30 min. Tested good. Set CIBP at 6950' spot with 2sx cement on top isolating existing perfs 6709 - 6802. Open perfs remain in well from 5807-11; 5820-24; 6020-24; 6099-6104. Landed tubing @ 6931'.

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 Deborah Marberry TITLE Sr. Regulatory Analyst DATE April 28, 2014

Type or print name Deborah Marberry E-mail address: dmarberry@att.net PHONE: 713-452-2883

For State Use Only

APPROVED BY: [Signature] TITLE Petroleum Engineer DATE APR 29 2014

Conditions of Approval (if any):

APR 29 2014