

Submit 3 Copies To Appropriate District
Office
District I
1625 N. French Blvd., Albuquerque, NM 87102
District II
1301 W. Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87402
District IV
1220 S. St. Francis, Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
May 27, 2004

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

RECEIVED
OCT 20 2008
HOBBS, NM

SUNDARY 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. 30-025-39080 ✓
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other <input checked="" type="checkbox"/>		5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
2. Name of Operator ENCORE OPERATING, L.P. ✓		6. State Oil & Gas Lease No.
3. Address of Operator 777 MAIN STREET, STE. 1400 FORT WORTH, TX. 76102		7. Lease Name or Unit Agreement Name WILLOWPEG STATE ✓
4. Well Location Unit Letter <u>K</u> : <u>1500</u> feet from the <u>SOUTH</u> line and <u>1980</u> feet from the <u>WEST</u> line Section <u>35</u> Township <u>16S</u> Range <u>34E</u> NMPM LEA County		8. Well Number 002 ✓
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 4056		9. OGRID Number 189951 ✓
Pit or Below-grade Tank Application <input type="checkbox"/> or Closure <input type="checkbox"/>		
Pit type <u>115</u> Depth to Groundwater <u>N/A</u> Distance from nearest fresh water well <u>N/A</u> Distance from nearest surface water <u>N/A</u>		
Pit Liner Thickness: <u>20</u> mil Below-Grade Tank: Volume <u>24000</u> bbls; Construction Material		
10. Pool name or Wildcat VACUUM; MORROW GAS ✓		

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

NOTICE OF INTENTION TO: 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 COMPLETIONS <input type="checkbox"/>	SUBSEQUENT REPORT OF: 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 checked="" type="checkbox"/>
OTHER: _____	OTHER: NOTICE OF SPUD <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 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.	

SPUD 17-1/2 HOLE AT 1145 CST 10-13-2008. CALLED NMOCD LEFT VOICE MAIL TO BUDDY HILL OF SPUD. DRILL DRILL TD 17-1/2" HOLE AT 1710' AT 0230 CST 10-15-2008. RUN 39 JOINTS 13-3/8 54.5# J-55 STC CASING SET AT 1710'. BJ CEMENT WITH 1000 SX LEAD BY 440 SX TAIL. PLUG DOWN AT 1930 10-15-2008 CST. CIRCULATE 565 SX CEMENT TO PIT. FLOAT LEAK. SHUT IN CEMENT HEAD. WOC. CALLED NMOCD BUDDY HILL AND LEFT VOICE MAIL ABOUT CASING RUN AND CEMENT JOB. CUT OFF. WELD ON WELL HEAD. AND TEST 500#. TEST CASING & ANNULAR BOP TO 1,000#. TEST OK.

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines ☐, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE [Signature] TITLE REGULATORY MANAGER DATE 10/17/2008

Type or print name ANN BURDETTE WILEY E-mail address: awiley@encoreacq.com Telephone No. 817-877-9955
For State Use Only

APPROVED BY: [Signature] TITLE PETROLEUM ENGINEER DATE OCT 23 2008
Conditions of Approval (if any):