

District I

1625 N. French Dr., Hobbs, NM 88240

District II

1301 W. Grand Ave., Artesia, NM 88210

District III

1000 Rio Brazos Rd., Aztec, NM 87410

District IV

1220 S. St. Francis Dr., Santa Fe, NM 87505

RECEIVED

FEB 24 2010

HOBBSOCD

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

WELL API NO.30-025-35484

5. Indicate Type of Lease

STATE FEE X

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name
SHIRLEY BOYD

8. Well Number 002

9. OGRID Number 189951

10. Pool name or Wildcat

FUSSELMAN McCormack, Silurian, South

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 X Gas Well Other

2. Name of Operator
ENCORE OPERATING, L.P.

3. Address of Operator
777 MAIN STREET, STE. 1400 FORT WORTH, TX. 76102

4. Well Location

Unit Letter G : 2310 feet from the NORTH line and 2277 feet from the EAST line

Section 26 22S Township 37E Range NMPM LEA County

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3312

Pit or Below-grade Tank Application ☐ or Closure ☐

Pit type Depth to Groundwater N/A Distance from nearest fresh water well N/A Distance from nearest surface water N/A

Pit Liner Thickness: mil Below-Grade Tank: Volume bbls; Construction Material

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

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK X PLUG AND ABANDON ☐

TEMPORARILY ABANDON CHANGE PLANS ☐

PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐

OTHER:

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐

COMMENCE DRILLING OPNS. ☐ P AND A ☐

CASING/CEMENT JOB ☐

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 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Encore Operating, L.P. plans to move on this well to fix a leak. Current CIBP @6309' and 2974'. Encore will rig up, drill out CIBP @ 2974' set cement retainer @ +/- 2970, squeeze leak @ 2992 with 150 sacks of cement. Drill out retainer run a MIT, then place well on pump and produce

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 11/30/2009

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 STAFF DATE 2-25-10

Conditions of Approval (if any):