

Submit 3 Copies To Appropriate District
Office
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 87401
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
June 19, 2008

Amended

RECEIVED
MAR 03 2010
HOBBSOCD

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

WELL API NO. 30-025-39541
5. Indicate Type of Lease STATE ☒ FEE ☐
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name ENCORE "M" STATE
8. Well Number 002
9. OGRID Number 189951
10. Pool name or Wildcat DRINKARD/Blinebury

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
ENCORE OPERATING, L.P.

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

4. Well Location
Unit Letter G : 1700 feet from the NORTH line and 1700 feet from the EAST line
Section 19 22S Township 37E Range NMPM LEA County

11. Elevation (Show whether DR, RKB, RT, GR, etc)
3417'

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

NOTICE OF INTENTION TO:

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

SUBSEQUENT REPORT OF:

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

OTHER: Completion

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.

1/9/10 TEST 5.5" CSG. TO 1000# (OK). 1/20/10 PERFORATE DRINKARD FORMATION AS FOLLOWS: IN 2 RUNS(6440'-43', 6462'-66', 6550'-54', 6594'-96', 6599'-6601', 6612'-15', 6632'-35', 6639'-42', 6652'-60', 6682'-86') 1 SPF (36 HOLES). ACIDIZE DRINKARD PERFS. W/2500 GALS OF 15% HCL ACID & 45 BIO BALLS. FLUSH TO BOTTOM PERF W/2% KCL, MTP 2400#, ATP 1974#, MIR 6.5, AIR 6.3 BPM, ISIP 1583#, 5/10/15 = 1236#/1190#/1166#, TOTAL LOAD 156 BBLS. RAC DRINKARD FORMATION AS FOLLOWS: PUMP 18,000 GALS OF SPECTRA STAR 3500 PAD. PUMP 26,370 GALS OF SPECTRA STAR CARRYING 52,514# OF 20/40 MESH WHITE SAND @ 1 TO 4 PPG RAMP & 18,274# OF 20/40 SUPER LC SAND @ 4 PPG 1/25/10 PERFORATE BLINEBURY FORMATION AS FOLLOWS: (5511-16) 15 HOLES, (5536-38) 6 HOLES, (5575-78) 9 HOLES, (5619-22) 9 HOLES, TOTAL OF 39 HOLES W/42" EH, 38" PENETRATION. ACIDIZE BLINEBRY PERFS W/2500 GALS OF 15% HCL ACID & 80 BALL SEALERS. FRAC BLINEBRY PERFS AS FOLLOWS: PUMP 20,958 GALS OF SPECTRA FRAC-3500 PAD. PUMP 36,918 GALS OF SPECTRA FRAC-3500 CARRYING 80,000# OF 20/40 MESH WHITE SAND @ 1 TO 5 PPG RAMP & 27,740# OF SUPER LC 20/40 MESH @ 5 PPG. 2/4/10 TIH W/ PRODUCTION TBG. DETAIL: KB-8.00, 172 JTS 2.875 J-55 EUE TBG - 5469.33, TAC-2.65, 39 JTS 2.875" J-55 EUE TBG-1237.00, SEAT NIPPLE-1.10

DHC-HOB-0363

Spud Date:

12/9/2009

Rig Release Date:

1/6/2010

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

SIGNATURE Ann Burdette Wiley TITLE REGULATORY MANAGER DATE 3/8/2010

Type or print name ANN BURDETTE WILEY E-mail address: awiley@encoreacq.com PHONE: 817-877-9955

For State Use Only

APPROVED BY: [Signature] TITLE PETROLEUM ENGINEER DATE MAR 11 2010

Conditions of Approval (if any):