Form 3160 - 3 (April 2004) FIECEIVED

JUL 12 2012

ARTERIAD STATES

## OCD-ARTESIA

FORM APPROVED OMB No. 1004-0137 Expires March 31, 2007

NMOCDEPARTMENT OF THE INTERPRETATION OF LAND MANAGE			5. Lease Serial No. NMLC-029435B	Imcc-0294	35 A
APPLICATION FOR PERMIT TO DRI			6. If Indian, Allotee or Trib	e Name	-
la. Type of work:  DRILL  REENTER			7 If Unit or CA Agreement,	Name and No.	-
lb. Type of Well: Onl Well Gas Well Other	✓ Single Zone Multip	le Zone	8. Lease Name and Well No RAVEN FEDERAL	com # 121	39
2. Name of Operator  APACHE CORPORATION	< 873	>	9. API Well No. 30-015-	468	7/13
3a. Address 303 VETERANS AIRPARK LN #3000 MIDLAND, TX 79705 3b. 1	Phone No. (include area code) 432-818-1167		10. Field and Pool, or Explorat CEDAR LAKE; GLO		31>
4. Location of Well (Report location clearly and in accordance with any State  At surface 2088' FNL & 220' FWL Sec. 3		1356	11. Sec., T. R. M. or Blk. and S	Survey or Atea	-
At proposed prod. zone 2088' FNL & 330' FWL Sec: 1	Lot: 2 NMLE-02	9435A	UL: E SEC: 8 T17	S R31E	_
14. Distance in miles and direction from nearest town or post office* APPROX 6.6 MILES NORTHEASWT OF LOCO HILLS, NM	Л		12. County or Parish EDDY	13. State NM	-
15. Distance from proposed* location to nearest property or lease line, ft.	No. of acres in lease	17. Spacing	Unit dedicated to this well		-
(Also to nearest drig. unit line, if any)	1885 ACRES		ACRES		
to nearest well, drilling, completed,	Proposed Depth ID ~ IO493' VD ~ 5 LLO'		IA Bond No. on file  CO - 1463 NATIONWID	E	
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 22.	Approximate date work will star	t*	23. Estimated duration		-
	s soon As Approve	d	~ 25 DAYS		-
	. Attachments				_
The following, completed in accordance with the requirements of Onshore Oil  1. Well plat certified by a registered surveyor.  2. A Drilling Plan.			form: s unless covered by an existing	bond on file (see	
3. A Surface Use Plan (if the location is on National Forest System Lands SUPO shall be filed with the appropriate Forest Service Office).	s, the 5. Operator certifica	pecific infor	mation and/or plans as may be	required by the	
25. Signature Sorine L. Flors	Name (Printed/Typed) SORINA L. FLORE	S	Date 5	/31/12	
Title SUPV OF DRILLING SERVICES				•	
Approved by (Signature)	Name (Printed/Type	ne A.	Agnec Date	JUL 10	2012
Title FIELD MANAGER	Office CARLSB.	AD FIELD	OFFICE		
Application approval does not warrant or certify that the applicant holds legated conduct operations thereon.  Conditions of approval, if any, are attached.	or equitable title to those rights		ect lease which would entitle the		NRS ,
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime f States any false, fictitious or fraudulent statements or representations as to any	or any person knowingly and wi	illfully to ma	ke to any department or agency	of the United	

\*(Instructions on page 2)

Roswell Controlled Water Basin

Approval Subject to General Requirements & Special Stipulations Attached

SEE ATTACHED FOR CONDITIONS OF APPROVAL

# UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT CARLSBAD FIELD OFFICE 620 E. GREENE STREET CARLSBAD, NM 88220

#### **OPERATOR CERTIFICATION**

I HEARBY CERTIFY THAT I, OR SOMEONE UNDER MY DIRECT SUPERVISION, HAVE INSPECTED THE DRILL SITE AND ACCESS ROUTE PROPOSED HEREIN; THAT I AM FAMILIAR WITH THE CONDITIONS WHICH CURRENTLY EXIST; THAT I HAVE FULL KNOWLEDGE OF STATE AND FEDERAL laws applicable to this operation; that the statements made in the APD package are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed in conformity with this APD package and the terms and conditions under which it is approved. I also certify that I, or the company I represent, am responsible for the operations conducted under this application. These statements are subject to the provisions of 18 U.S.C. 1001 for the filing of false statements.

Executed this $3^{RD}$ day of	MAY, 2012
Well: RAVEN FEDERAL 12H	
Operator Name: APAC	<del></del>
Signature: Jorny M	Printed Name: TERRY WEST
Title: Drilling Engineer	Date:
Email (optional):ter	ry.west@apachecorp.com
Street or Box: 303 V	eterans Airpark Ln., Ste. 3000
City, State, Zip Code: Midla	nd, TX 79705
Telephone:	432-818-1114
Field Representative (if not ab	ove signatory):
Address (if different from above	/e):
Telephone (if different from al	pove):
Email (optional):	

Agents not directly employed by the operator must submit a letter from the operator authorizing that the agent to act or file this application on their behalf.

DISTRICTI 1625 N French Dr., Hobbs, NM 88240 Phone (575) 393-6161 Fax (575) 393-0720 DISTRICT II
811 S First St. Artesia, NM 88210
Phone (575) 748-1283 Fax (575) 748-9720
DISTRICT III
1000 Rio Brazos Road, Azlec, NM 87410
Phone (505) 334-6178 Fax (505) 334-6170 DISTRICT IV 1220 S St Francis Dr., Santa Fe, NM 87505 Phone (505) 476-3460 Fax (505) 476-3462

#### State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, New Mexico 87505

Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

□AMENDED REPORT

#### WELL LOCATION AND ACREAGE DEDICATION PLAT

30-015-	PI Number - 40	468		Pool Code 8 31		Gedar Lak	Pool Name: 6 lorie	ta - Yeso			
3933	3			R	AVEN FED	ERAL COI	N		ll Number 12H		
813				APAC	Operator Name CHE CORPO	erator Name Elevation CORPORATION 3728'					
					Surface Locat	ion					
UL or lot No.	Section 8	Township 17-S	Range 31-E	Lot Idn	Feet from the 2088	North/South line NORTH	Feet from the 220	East/West line WEST	County EDDY		
		<u> </u>	1	Bottom Hol	e Location If Duff	erent From Surface					
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County		
2 Dedicated Acres	7	17-S	31-E		2088 er No	NORTH	330	WEST	EDDY		
1 31 57 AC 88 80 82 84 84 84 84 84 84 84 84 84 84 84 84 84	GRID AZ	NED TO THIS CO	B	2088°.	RESTS HAVE BEEN (	CONSOLIDATED OR A N	OPER I hereby eet complete to that this org unleased mi proposed be well at this of such min pooling agri heretofore e	CATOR CERTIFI  tify that the information he the best of my knowledge anization either owns a we interal interest in the land in ottom hole location or has elecation pursuant to a cont eral or working interest, or element or a compulsory po- emtered by the division.	CATION  CATION  Cation is true and and belief, and writing interest or including the a right to drill this rect with an owner to a voluntary coling order		
4 31 89 AC.			SEC. 7	SEC. S			1 IIIIII	florese apacl	1 1		
© - Y=6726	135.1 N, X= 781 8 N, X=	=628075.2 E =633078.6 E =628079 2 E	3726.6′	<u>DETAIL</u>	SL 5.8 L/ LON LA LONG	DETIC COORDINATE  NAD 27 NME  VRFACE LOCATION  Y=673369.7 N  X=633303.5 E  NT = 32.850425 N  IG.=103.899263 W  T.=32 51' 02" N  G=103 53' 57" W  TOM HOLE LOCATION  Y=673336.7 N  X=628407.5 E	I hereby cer was plotted me or under and correct  Date of Sur Signature and Correct of Sur Corrulation of Su	EYOR CERTIFIC tify that the well location is from field notes of actual is my supervision, and that it to the best of my belief.  MARCH 27, 20 TVEY TVEY TVEY TVEY TVEY TVEY TVEY TVEY	thown on this plat surveys made by the same is true  12 Surveyor  13 29/2012  £idson 12641		

# DRILLING PLAN: BLM COMPLIANCE (Supplement to BLM 3160-3)

### APACHE CORPORATION (OGRID: 873) RAVEN FEDERAL #12H

Lease #: NMLC-029435B Projected TVD: ~5660' MD: ~10493' GL: 3728'

SHL: 2088' FNL & 220' FWL UL: E SEC: 8 BHL: 2088' FNL & 330' FWL LOT: 2 SEC: 7

T17S R31E EDDY COUNTY, NM

#### 1. GEOLOGIC NAME OF SURFACE FORMATION: Eolian/Piedmond Alluvial Deposits

#### 2. ESTIMATED TOPS OF GEOLOGICAL MARKERS & DEPTHS OF ANTICIPATED FRESH WATER, OIL OR GAS:

Quaternary Aeolian	Surf	Queen	2412'
Rustier	421'	Grayburg	2819'
Salt Top	502'	San Andres	3136' (Oil)
Salt Bottom	1346'	Glorieta	4611'
Yates	1522'	Yeso (Paddock)	4675' (Oil)
Seven Rivers	1799'	TD	TVD ~5660' MD ~10493'

Avg Depth to Ground Water: ~91'

Fresh water & prospectively valuable minerals, as described by BLM, encountered during drilling, will be recorded by depth & adequately protected  $\frac{1}{2}$ All oil & gas shows within zones of correlative rights will be tested to determine commercial potential. Surface fresh water sands will be protected by setting 13-3/8" csg @ 450' & circ cmt back to surface. Hydrocarbon zones will be protected by setting 9-5/8" csg @ ~3500', if water flow is encountered, then 7" @ ~5370'; and a 4-1/2" liner from the 7" csg though the KOP @ ~5378'; the curve & on to TD @ ~10493' MD.

#### 3. CASING PROGRAM: All casing is new & API approved

STRING	HOLE SIZE	DEPTH	OD CSG	WEIGHT	COLLAR	GRADE	COLLAPSE	BURST	TENSION
Surface	17-1/2"	0' ~ 450'	13-3/8"	48#	STC	H-40	1.0	1.21	1.8
Intermediate *	12-1/4"	0' - 3500'	9-5/8"	36#	STC	J-55	1.0	1.21	1.8
Production	8-3/4"	0′ - 5370′	7"	26#	LTC	J-55	1.0	1.21	1.8
Production Liner	6-1/8"	5270' – 10493'	4.5"	11.6#	LTC	L-80	1.125	1.21	1.8

<sup>\*</sup>Contingency: 9-5/8" string will only be ran if water flows are encountered.

#### 4. CEMENT PROGRAM:

#### A. Surface (TOC - Surface) \*\*100% excess cmt to surf\*\* Cmt with:

<u>Lead</u>: 170 sx Class H 50/50 w/10% Gel + 0.5# Star Seal + 0.25% De-foamer + 3% Salt (11.9 wt, 2.31 yld)

Compressive Strengths: 12 hr - 589 psi 24 hr - 947 psi

<u>Tail:</u> 250 sx Class C w/ 0.25% De-foamer (14.8 wt, 1.33 yld)

Compressive Strengths: **12** hr – 813 psi **24** hr – 1205 psi

#### B. <u>Intermediate (TOC – Surface) \*\*50% excess cmt to surf\*\*</u>. Cmt with:

Lead: 550 sx Class H 50/50 w/10% Gel + 2# Star Seal + 0.25% De-foamer (11.9 wt, 2.24 yld)

Compressive Strengths: 12 hr - 540 psi 24 hr - 866 psi

<u>Tail:</u> 380 sx Class C w/ 0.25% De-foamer (14.8 wt, 1.34 yld)

Compressive Strengths: 12 hr – 813 psi 24 hr – 1205 psi

(May-use-a-DVT-&-modify\_cmt.program-for-a-2-stage-jeb,-if-a-strong-water-flow-is-encountered)—

Notopproved for DV tool

#### C. Production (TOC: ~500' from surface) \*\*35% excess cmt\*\* Cmt with:

<u>Lea</u>d: 270 sx Class H 50/50 w/10% Gel + 2# Star Seal + 0.25% Defoamer (11.9 wt, 2.24 vld)

Compressive Strengths: 12 hr - 540 psi 24 hr - 866 psi

<u>Tail:</u> 450 sx Class C w/1% CaCL + 0.25% De-foamer (14.8 wt, 1.34 yld)

Compressive Strengths: 12 hr - 813 psi 24 psi - 1205 psi

\*Contingency: If 9-5/8" string is not ran, the following cmt program will be used for the Production string & will bring cmt to surface using 35% excess:

<u>Lead</u>: 1167 sx Class H 50/50 w/10% Gel + 2# Star Seal + 0.25% Defoamer (11.9 wt, 2.24 yld)

Compressive Strengths: 12 hr - 540 psi 24 hr - 866 psi

<u>Tail:</u> 332 sx Class C w/1% CaCL + 0.25% De-foamer (14.8 wt, 1.34 yld)

Compressive Strengths: 12 hr - 813 psi 24 psi - 1205 psi

D. Apache proposes to run a multiple packer system on the 4-1/2" production liner wich will tie back into the 7" string (No Cmt). An isolation packer will be set at or a few feet inside the lease offset limit & no ports will be placed between this isolation packer & the liner top packer, if the adjoining leases are not going to be unitized.

#### 5. PROPOSED CONTROL EQUIPMENT

"EXHIBIT 3" shows a 13-5/8" 3M psi WP BOP consisting of at least annular bag type preventer. This BOP will be nippled up on the 13-3/8" surface csg head & tested to 70% of casing burst. After the 9-5/8" intermediate csg is set & cemented (or after the 7" string, if the 9-5/8" casing isn't ran), either a 13-5/8" or an 11" 3M BOP consisting of an annular bag type preventer, middle blind rams and bottom pipe rams will be installed in place of the original BOP & utilized continuously until TD is reached. The BOP will be tested at 2000 psi, maximum surface pressure is not expected to exceed 2M psi, BHP is calculated to be approximately 2490 psi. \*All BOP's & associated equipment will be tested as per BLM Drilling Operations Order #2. The BOP will be operated & checked each 24 hr period & blind rams will be operated & checked when the drill pipe is out of the hole. Functional tests will be documented on the daily driller's log. "EXHIBIT 3" also shows a 3M psi choke manifold with a 3" blow down line. Full opening stabbing valve & Kelly cock will be on derrick floor in case of need. No abnormal pressures of temperatures are expected in this well. No nearby wells have encountered any problems.

#### 6. PROPOSED MUD CIRCULATION SYSTEM: (Closed Loop System)

INTERVAL	MW (ppg)	VISC (sec/qt)	FLUID LOSS (cc)	MUD TYPE
0' –450'	8.6 – 8 <i>.</i> 8	28 – 30	NC	FW
450' to 3500' *	9.8 – 10.2	28 – 34	NC	Brine
3500' – 5370'	8.6 – 9.1	28 – 36	NC	FW/Brine
5370' - 10493'	8.6-9.1	28 – 40	15 - NC	FW/Brine

<sup>\*</sup> Contingency: If 9-5/8" string is not run, these mud properties will be continued to the next casing seat instead of those indicated on the next line.

#### 7. AUXILIARY WELL CONTROL EQUIPMENT / MONITORING EQUIPMENT:

11" x 3000 psi Double BOP/Blind & pipe ram (3M BOP/BOPE to be used as 2M system)

4-1/2" x 3000 psi Kelly valve

11" x 3000 psi mud cross - H2S detector on production hole

Gate-type safety valve 3" choke line from BOP to manifold

2" adjustable chokes - 3" blow down line

Fill up line as per Onshore Order 2

# 8. LOGGING, CORING & TESTING PROGRAM: See COA

- A. OH logs: Dual Laterolog, MSFL, CNL, Litho-Density, Gamma Ray, Caliper & Sonic from TD back to last csg shoe.
- B. Run CNL, Gamma Ray from 8-5/8" csg shoe back to surface.
- **C.** No cores, DST's or mud logger are planned at this time.
- **D.** Additional testing will be initiated subsequent to setting the 5-1/2" production casing. Specific intervals will be targeted based on log evaluation, geological sample shows & drill stem tests.

<sup>\*\*</sup> The above cmt volumes could be revised pending caliper measurement from open hole logs. For Surface csg: If cmt does not circ to surface, the appropriate BLM office shall be notified. The top of cement shall be determined by either a temperature survey or by tagging, as directed by the BLM for the specific set of circumstances. Cement will then be brought to surface via either 1" or ready mix operations, as specified by the BLM at that time.

<sup>\*\*</sup> The necessary mud products for weight addition and fluid loss control will be on location at all times. In order to run open hole logs & casing, the above mud properties may have to be altered to meet these needs.

#### 9. POTENTIAL HAZARDS:

No abnormal pressures or temperatures are anticipated. In the event abnormal pressures are encountered, however, the proposed mud program will be modified to increase the mud-weight. There is known presence of  $H_2S$  in this area. If  $H_2S$  is encountered the operator will comply with the provisions of *Onshore Oil & Gas Order No. 6*. No lost circulation is expected to occur. All personnel will be familiar with all aspects of safe operation of equipment being used to drill this well. Estimated <u>BHP: 2490 psi</u> and estimated <u>BHT: 115°.</u>

#### 10. ANTICIPATED STARTING DATE AND DURATION OF OPERATIONS:

Road and location construction will begin after BLM has approved APD. Anticipated spud date will be as soon after Santa Fe and BLM approval and as soon as rig will be available. Move in operations and drilling is expected to take  $\sim 25 \, \text{days}$ . If production casing is run then an additional  $90 \, \text{days}$  will be needed to complete well and construct surface facilities and/or lay flow lines in order to place well on production.

#### 11. OTHER FACETS OF OPERATION:

After running csg, cased hole Gamma Ray, Neutron Collar logs will be run from TD back to all possible productive zones. The Cedar Lake; Glorieta-Yeso formation will be perforated and stimulated in order to establish production. The well will be swab tested & potentialed as an oil well.

# **Apache Corporation**

Eddy County, NM Raven Federal Raven Federal #12H

Raven Federal #12H

Plan: Plan 1 05-01-2012

# Standard Planning Report (Field)

01 May, 2012

#### Planning Report

GCR(DB)V5000 Local Co-ordinate Reference: Database: Company: TVD Reference: ELL @ 3740.00usft (Original Well Elev) ELL @ 3740.00usft (Original Well Elev) Project: MD Reference: Site: North Reference: Well: Survey Calculation Method: Wellbore: Em (1030) 2012 Design:

Project REddy County NM

Map System: US State Plane 1927 (Exact solution)

Geo Datum: NAD 1927 (NADCON CONUS)
Map Zone: New Mexico East 3001

System Datum: Mean Sea Level

Reven Federal Site Northing: 673,239.70 usft 32° 51' 0.2430 N Latitude: Site Position: 103° 53' 57.3509 W From: Мар Easting: 633,303 50 usft Longitude: 0.00 usft 13-3/16 " 0.24 **Position Uncertainty:** Slot Radius: **Grid Convergence:** 

Well Reven Federal #12H +N/-S 130.00 usft 673,369.70 usft Latitude: 32° 51' 1.5293 N **Well Position** Northing: +E/-W 0 00 usft Easting: 633,303.50 usft Longitude: 103° 53' 57.3446 W 0.00 usft 3,728.00 usft Wellhead Elevation: Ground Level: **Position Uncertainty** 

 Wellbore
 RaventFederal#12H

 Magnetics
 Model Name
 Sample Date
 Declination (°) (°) (nT)

 IGRF2010\_14
 05/01/12
 7.68
 60.69
 48,867

The second second Design (Plata 105:01-2002 Audit Notes: PLAN 0.00 Version: Phase: Tie On Depth: Vertical Section ∔É/-W Depth From (TVD) (usft) (usft) (usft) 0.00 0 00 0.00 269.61

Plan Sections Measured Depth (usft)	Inclination (*)	Azimuth ((۴)	Vertical Depth	+N/-S (usft)	+E/-W (usft)	Dogleg Rate (*/100usft)	Build  Rate (°/100usft)	Turn Råte (°/,100usft)	τ̃FÖ (°)	Target
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
5,378.03	0.00	0.00	5,378.03	0.00	0.00	0.00	0.00	0 00	0.00	
5,978 03	90.00	269.61	5,760.00	-2.60	-381.96	15.00	15.00	0.00	269.61 1	2H Land Pt
6,003.56	90 77	269.61	5,759.83	-2.77	-407.49	3.00	3.00	0 02	0.31	
8,235.31	90.77	269.61	5,730.00	-17.80	-2,638.99	0 00	0.00	0.00	0.00 1	12H Mid Pt
8,269.25	91.78	269.61	5,729.24	-18.03	-2,672.92	3 00	3.00	0.00	0.00	
10,493.46	91.78	269 61	5,660.00	-33.00	-4,896.00	0.00	0.00	0 00	0.00 1	12H BHL

#### Planning Report

Database: Company: Project: Site:	GCR DB v5000 Areche Corporation Eddy County, NM Reven Federal	* ,		 · ', '	Local Co-ordinate Reference: TVD Reference: MD Reference: North Reference:	Wall Raven Federal (1921) Well (20 1740:00usit (Original Wall Elev) Well (20 1740:00usit (Original Wall Elev) Cita	100 A
Well: Wellbore: Design:	Raven Federal (*12H Raven Federal (*12H Flan 1 05-01-2012		 · .	 ·	Survey Calculation Method:	Midmum Curvature	, , , , , , , , , , , , , , , , , , ,

ed Survey			<del>- `- <u> </u></del>	وأراب والمناس والم				7.	-	
Measured	4 1 A		Vertical	Subsea			Vertical	Dogleg	Build	Turn
Depth (usft)	Inclination (*)	Azimuth (°)	Depth (usft)	Depth (usft)	+N/-S (usft)	+E/-W (usft)	Section (usft)	Rate (*/100usft)	Rate (*/100usft)	Rate (°/100usft)
0.00	0.00	0.00	0.00	3,740.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Rus(ler</b> 421.00	0.00	0.00	421.00	3,319.00	0 00	0.00	0.00	0.00	0.00	0.00
WEER .					, ,	,				
502.00	0.00	0.00	502.00	3,238.00	0.00	0.00	0.00	0.00	0 00	0.00
1,346.00	0.00	0.00	1,346.00	2,394.00	0.00	0 00	0 00	0.00	0.00	0.00
. <b>Vales</b> 1,522.00	0 00	0.00	1,522.00	2,218.00	0.00	0.00	0.00	0.00	0.00	0 00
SanAnd	TES .		· · · · · · · · · · · · · · · · · · ·					,	* 1	
3,136.00	0.00	0 00	3,136 00	604 00	0.00	0.00	0 00	0.00	0.00	0.00
<b>回面</b> 4,601.00	0.00	0.00	4,601.00	-861.00	0.00	0.00	0.00	0.00	0.00	0.00
<u> </u>	0.00	0.00	4,663.00	-923.00	0.00	0.00	0.00	0.00	0.00	0 00
Upper El			4,000.00	-323.00	0.00	0.00		0.00	0.00	
5,154.00	0.00	0.00	5,154.00	-1,414.00	0.00	0.00	0.00	0.00	0.00	0.00
• <b>Ko</b> P <b>₽5</b> 5,378.03	0.00	0 00	5,378.03	-1,638.03	0.00	0.00	0.00	0.00	0.00	0.00
5,400.00	3.30	269.61	5,399.99	-1,659.99	0.00	-0.63	0.63	15.00	15.00	0 00
5,490.00 LowerE	16.80	269.61	5,488 40	-1,748.40	-0.11	-16.29	16.29	15.00	15.00	0.00
5,545.29	25.09	269.61	5,540.00	-1,800.00	-0.25	-36.04	36.04	15.00	15.00	0 00
5,580.00	30.30	269.61	5,570.72	-1,830.72	-0.36	-52.16	52.16	15.00	15.00	0.00
5,670.00	43.80	269.61	5,642.39	-1,902.39	-0.72	-106.26	106 26	15.00	15 00	0.00
5,760.00	57.30	269.61	5,699.45	-1,959.45	-1 20	-175 59	175.59	15.00	15.00	0 00
5,850.00 5,940.00	70.80 84.30	269.61 269.61	5,738.75 5,758.11	-1,998.75 -2,018.11	-1.74 -2.34	-256.32 -344.00	256.33 344.00	15.00 15.00	15.00 15.00	0.00 0.00
Land File	∍ <b>5970</b> °	· .					, .			*
5,978.03	90.00	269.61	5,760 00	-2,020.00	-2.60	-381 96	381.97	15.00	15.00	0 00
	Plice COO4		*				10	Ţ.		
6,003.56	90.77	269.61	5,759.83	-2,019.83	-2.77	-407.49	407.50	3.00	3.00	0.02
6,030.00	90.77	269.61	5,759.48	-2,019.48	-2.95	-433 93	433.94	0.00	0.00	0.00
6,120.00	90 77	269.61	5,758 27	-2,018.27	-3.56	-523.92	523.93	0.00	0.00	0.00
6,210.00	90 77	269 61	5,757.07	-2,017.07	-4.16	-613.91 -703.90	613.92	0.00	0.00	0.00
6,300.00 6,390.00	90.77 90.77	269.61 269.61	5,755.87 5,754.67	-2,015.87 -2,014.67	-4.77 -5.38	-703.90 -793.89	703.91 793.91	0.00 0.00	0.00 0.00	0.00 0.00
6,480 00	90 77	269.61	5,753 46	-2,013.46	-5 98	-883.88	883.90	0.00	0.00	0.00
6,570.00	90.77	269.61	5,752 26	-2,012.26	-6 59	-973.87	973.89	0.00	0.00	0.00
6,660.00	90.77	269 61	5,751.06	-2,011.06	-7.19	-1,063.86	1,063.88	0 00	0.00	0.00
6,750.00	90.77	269 61	5,749.85	-2,009.85	-7 80	-1,153.85	1,153.87	0.00	0.00	0.00
6,840.00	90.77	269 61	5,748.65	-2,008.65	-8.41	-1,243.84	1,243.87	0 00	0.00	0.00
6,930.00 7,020.00	90.77 90.77	269.61 269.61	5,747.45 5,746.24	-2,007.45 -2,006.24	-9.01 <b>-</b> 9.62	-1,333.83 -1,423.82	1,333.86 1,423.85	0.00 0 00	0.00 0.00	0.00 0.00
7,110.00	90.77	269.61	5,745.04	-2,005.04	-10.22	-1,513.81	1,513.84	0.00	0.00	0.00
7,110.00	90.77	269 61	5,743.84	-2,003.04	-10.22	-1,603 80	1,603.83	0.00	0.00	0.00
7,290.00	90.77	269.61	5,742.64	-2,002.64	-11.44	-1,693.79	1,693.83	0.00	0.00	0.00
7,380.00	90.77	269.61	5,741.43	-2,001.43	-12.04	-1,783 78	1,783.82	0 00	0.00	0.00
7,470.00	90.77	269.61	5,740.23	-2,000.23	-12.65	-1,873 77	1,873 81	0.00	0.00	0.00
7,560 00	90 77	269 61	5,739.03	-1,999 03	-13.25	-1,963.76	1,963.80	0.00	0.00	0.00
7,650.00	90.77	269.61	5,737 82	-1,997.82	-13.86	-2,053.75	2,053.79	0.00	0.00	0.00
7,740.00	90.77	269.61	5,736.62	-1,996.62	-14.47	-2,143.74	2,143.79	0 00	0.00	0.00

WilkernFedial (121) WilkernFedial (121) Wilker Sylowan (6 initial Wil Cite Mininum Cuyatur CORDEVE Database: Local Co-ordinate Reference: Company: Areisia Corporillon TVD Reference: Eddy County, NM Rayen Federal Project: MD Reference: Site: North Reference: Well: Wéllbore: Raven Rederal (N2) Raven Rederal (N2) Survey Calculation Method: PD 10501-2012 Design:

Planr	ned Survey	4 1900	and by		ANEWS:	Wisine)					
	Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	Subsea Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg 'Rate (*/100usft)	Build Rate (*/100usft)	Turn Rate (*/100usft):
	7,830.00	90.77	269.61	5,735.42	-1,995.42	-15.07	-2,233.73	2,233.78	0.00	0.00	0.00
	7,920.00	90.77	269 61	5,734.21	-1,994 21	-15 68	-2,323.72	2,323.77	0.00	0 00	0.00
	8,010.00	90 77	269.61	5,733.01	-1,993.01	-16 28	-2,413.71	2,413.76	0.00	0 00	0.00
	8,100.00	90 77	269 61	5,731.81	-1,991.81	-16 89	-2,503.70	2,503.75	0.00	0 00	0.00
	8,190 00	90 77	269.61	5,730.61	-1,990.61	-17.50	-2,593.69	2,593.75	0 00	0.00	0.00
		3265° .		· · · · · · · · · · · · · · · · · · ·					`		
	8,235.31	90 77	269.61	5,730.00	-1,990.00	-17.80	-2,638.99	2,639.05	0 00	0.00	0 00
	HOUDON	#####################################		;						***	( )
_	8,269.25	91.78	269.61	5,729.24	-1,989.24	-18.03	-2,672.92	2,672.98	3.00	3 00	0.00
	8,280.00	91.78	269.61	5,728.91	-1,988.91	-18.10	-2,683.67	2,683.73	0.00	0.00	0.00
	8,370.00	91.78	269.61	5,726.11	-1,986.11	-18.71	-2,773.62	2,773 68	0.00	0.00	0.00
	8,460.00	91.78	269.61	5,723.31	-1,983.31	-19.31	-2,863.58	2,863.64	0.00	0 00	0.00
	8.550.00	91.78	269.61	5.720.50	-1.980.50	-19.92	-2.953.53	2,953.60	0.00	0.00	0.00
	8,640.00	91.78	269.61	5,717.70	-1,977.70	-20.52	-3,043.48	3,043.55	0.00	0.00	0.00
	8,730.00	91.78	269.61	5,714.90	-1,974.90	-21.13	-3,133.44	3,133.51	0.00	0.00	0.00
	8,820.00	91.78	269.61	5,712.10	-1,972.10	-21.74	-3,223.39	3,223.47	0.00	0.00	0.00
	8,910.00	91.78	269 61	5,709.30	-1,969.30	-22.34	-3,313.35	3,313.42	0.00	0.00	0.00
	9,000.00	91.78	269.61	5,706,49	-1.966.49	-22.95	-3,403.30	3,403.38	0.00	0 00	0.00
	9,090.00	91.78	269.61	5,703.69	-1,963.69	-23.55	-3,493.26	3,493.34	0.00	0 00	0 00
l	9,180.00	91 78	269.61	5,700.89	-1,960.89	-24.16	-3,583.21	3,583 29	0.00	0.00	0.00
ĺ	9,270.00	91.78	269.61	5,698.09	-1,958 09	-24 77	-3,673.16	3,673.25	0 00	0.00	0 00
	9,360.00	91.78	269.61	5,695.29	-1,955.29	-25.37	-3,763.12	3,763.20	0.00	0.00	0.00
1	9,450.00	91.78	269.61	5,692.49	-1,952.49	-25.98	-3,853.07	3,853,16	0 00	0 00	0 00
	9,540 00	91 78	269.61	5,689.68	-1,949.68	-26.58	-3,943.03	3,943.12	0.00	0.00	0.00
	9,630.00	91.78	269.61	5,686.88	-1,946 88	-27.19	-4,032.98	4,033.07	0.00	0.00	0.00
	9,720 00	91.78	269.61	5,684.08	-1,944.08	-27.79	-4,122 94	4,123.03	0.00	0.00	0 00
ļ	9,810.00	91.78	269.61	5,681 28	-1,941.28	-28.40	-4,212.89	4,212.99	0.00	0.00	0.00
	9.900.00	91.78	269.61	5,678,48	-1,938.48	-29.01	-4.302 84	4,302.94	0.00	0.00	0.00
	9.990.00	91.78	269.61	5,675.67	-1,935.67	-29.61	-4.392.80	4,392.90	0.00	0.00	0.00
	10,080.00	91.78	269.61	5,672 87	-1,932.87	-30 22	-4,482.75	4,482.86	0.00	0 00	0.00
1	10,170.00	91.78	269.61	5,670 07	-1,930.07	-30.82	-4,572.71	4,572.81	0.00	0.00	0.00
	10,260.00	91.78	269.61	5,667.27	-1,927.27	-31.43	-4,662.66	4,662.77	0.00	0 00	0.00
	10.350.00	91.78	269.61	5.664.47	-1,924.47	-32 03	-4,752.62	4,752.72	0.00	0 00	0.00
	10,440.00	91.78	269.61	5,661.66	-1,921.66	-32 64	-4,842.57	4,842.68	0.00	0.00	0.00
[	TD = 10%						,,,,	.,- :		7.	<del></del>
1 -	10,493,46	91.78	269.61	5.660 00	-1.920.00	-33.00	-4.896.00	4.896.11	0.00	0.00	0.00

	ip Angle	Dip Dir.	\$ 10		+E/-W (usft)	Northing (usft)	Easting (usft)	Latitude	Longitude
12H BHL - plan hits target center - Point	0.00	0.00	5,660.00	-33 00	-4,896.00	673,336 70	628,407.50	32° 51' 1.3982 N	103° 54' 54.7383 W
12H Mid Pt - plan hits target center - Point	0.00	0 00	5,730.00	<b>-</b> 17.80	-2,638.99	673,351.89	630,664 51	32° 51' 1.4595 N	103° 54' 28.2804 W
12H Land Pt - plan hits target center - Point	0.00	0.00	5,760.00	-2.60	-381.96	673,367.10	632,921.54	32° 51' 1.5191 N	103° 54' 1.8222 W

#### Planning Report

Database: GGRIDEN 6000 Local Co-ordinate Reference: Well Raven Federal (#121)
Company: Accide Corporation TVD Reference: Well @ \$740,000 sit (@) friend Well Elso)
Project: Eddy County, NM MD Reference: Well @ \$740,000 sit (@) friend Well Elso)
Site: Raven Federal North Reference: Grid
Well: Raven Federal (#121)
Well Raven Federal (#121)
Well Raven Federal (#121)
Design: Elan (#105-01-2012)

Formations	Measured Depth (usft)	Vertical Depth (usft)	the states are the	Name	Lithology	Dip Dip Direction (*) (°)	
	421.00	421 00	Rustler			0.00	
	502.00	502.00	T/Salt			0.00	
	1,346.00	1,346 00	B/Salt			0.00	
	1,522.00	1,522.00	Yates			0.00	
	3,136.00	3,136 00	San Andres			0.00	
	4,601.00	4,601.00	Glorieta			0.00	
	4,663.00	4,663.00	Paddock			0.00	
	5,154 00	5,154.00	Upper Blinebry			0.00	
	5,545 29	5,540 00	Lower Blinebry			0.00	

Plan Annotations 'Measured' Depth (usft)	Vertical (Depth (usft)	Local Coord +N/-S (usft)	linates +E/-W .(usft)	Comment.
5,378 03	5,378.03	0 00	0 00	KOP = 5378'
5,978 03	5,760.00	-2 60	-381.96	Land Pt = 5978'
6,003.56	5,759.83	-2.77	-407.49	Hold 90.8° Inc = 6004'
8,235.31	5,730.00	-17.80	-2,638.99	Mid Pt = 8235'
8,269 25	5,729 24	-18.03	-2,672.92	Hold 91.8° Inc = 8269'
10,493 46	5,660 00	-33.00	-4,896.00	TD = 10493'



B/Salt

160 180 2000

2200

2000 2000

420

460 4800 500

KOP = 5378\*

#### **Apache Corporation**

Project: Eddy County, NM Site: Raven Federal Well: Raven Federal #12H Wellbore: Raven Federal #12H Plan: Plan 1 05-01-2012

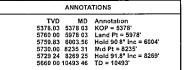


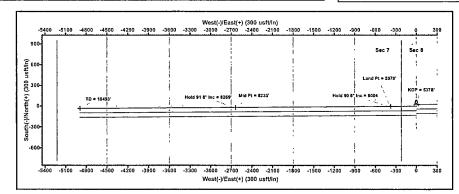
Magnetic Field Strength 48867 1snT Dip Angle 60 69\* Date 05/01/2012 Model IGRF2010\_14

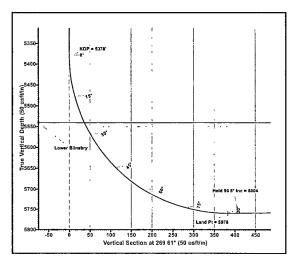
WELL DETAILS Raven Federal #12H Ground Level: 3728.00 Latittude Longitude 32° 51' 1.5293 N 103° 53' 57.3446 W Easting 633303.50 Northing 673369.70

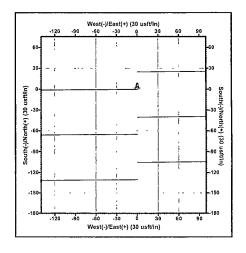


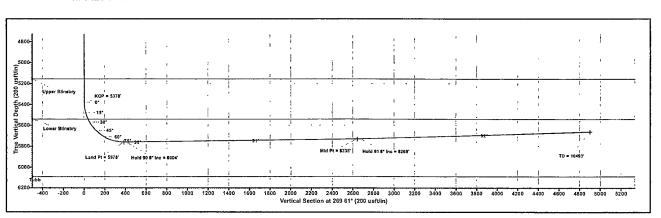
				SECTIO	N DETAIL	.\$			
MD 0 00 5376 03 5978 03 6003 56 8225 31 68269 25 70493 46	90 77 90 77 91 78	269 61 269 61 269 61 269 61	5729.24	-18 03	+E/-W 0 00 0 00 -381,96 -407 49 -2638 99 -2672 92 -4896 00	Dleg 0 00 0 00 15 00 3 00 0 00 3 00 0 00	0.31 0.00 0.00	VSect 0 00 0 00 381 97 407 50 2639 05 2672 98 4896 11	12H Land Pt 12H Mid Pt 12H BHL

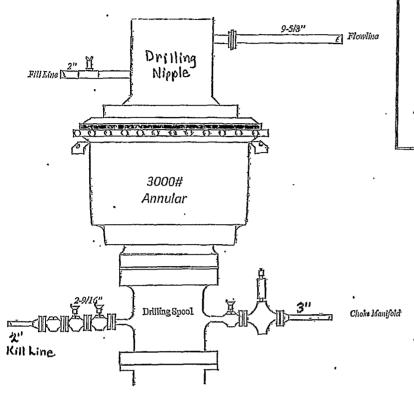








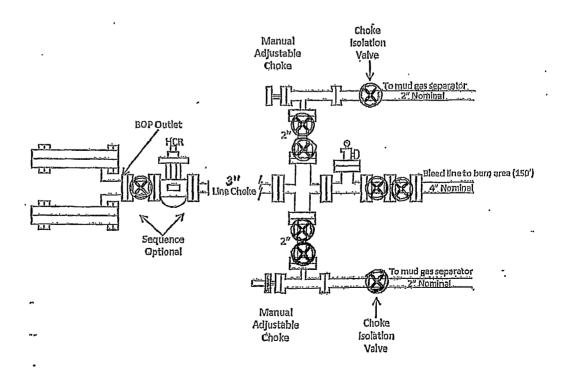


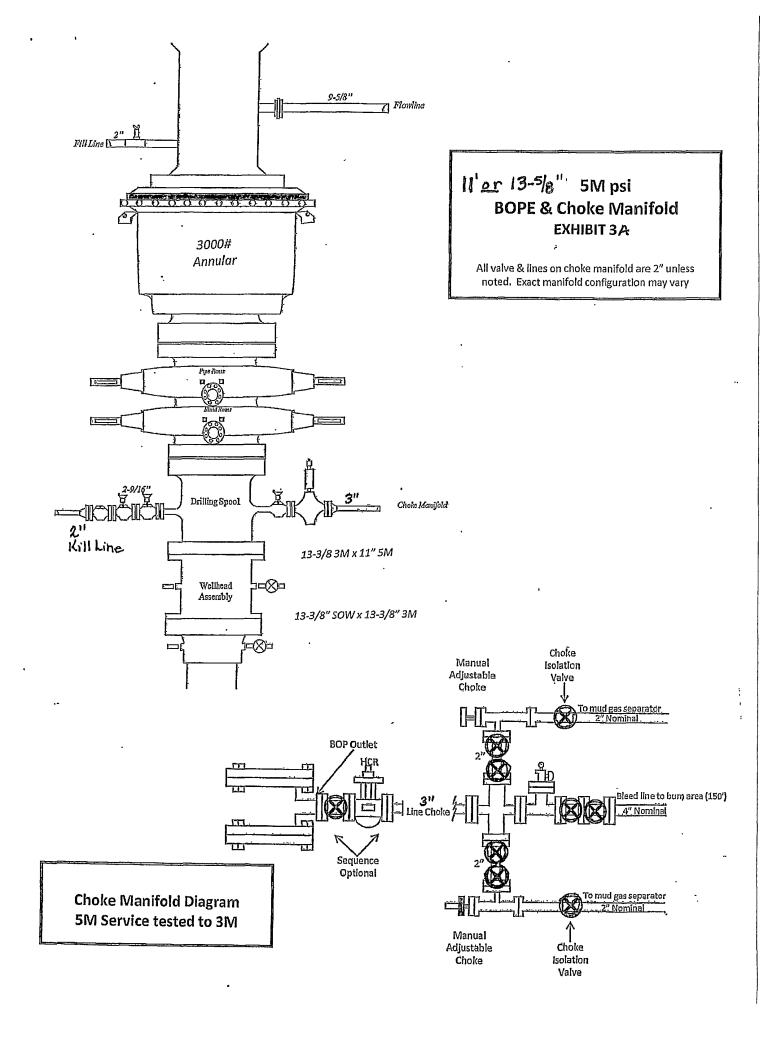


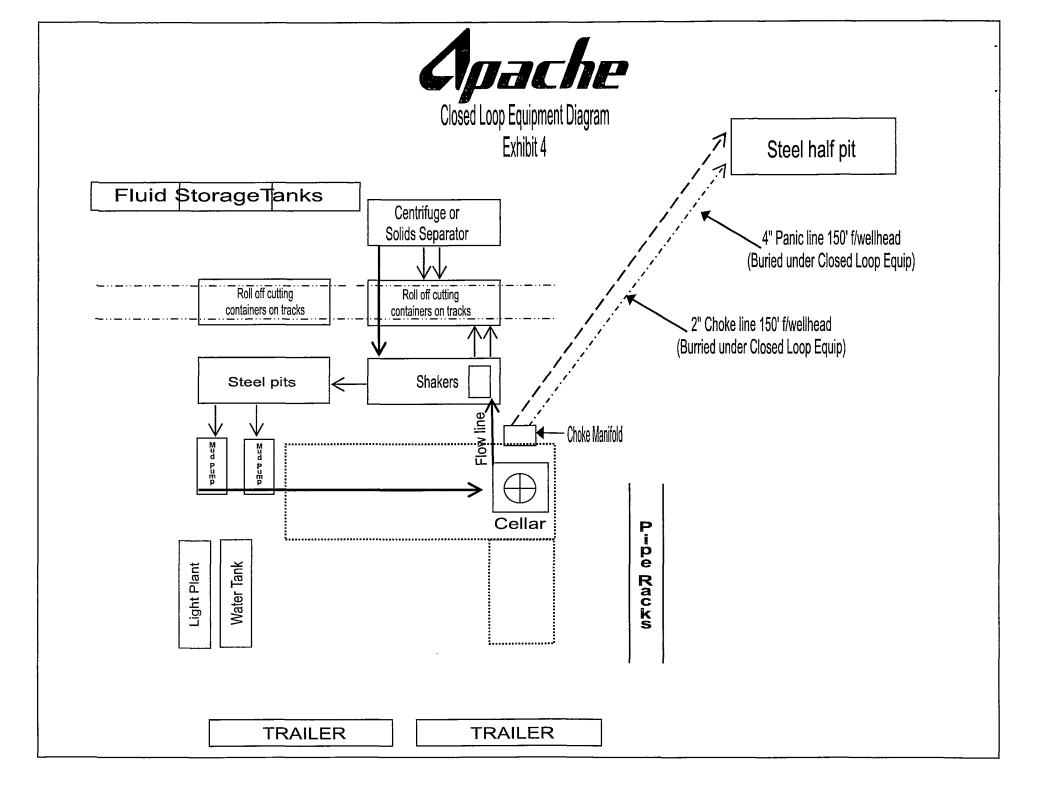
# 13-5/8" 3M psi BOPE & Choke Manifold

Exhibit 3

All valve & lines on choke manifold are 2" unless noted. Exact manifold configuration may vary









# DESIGN PLAN, OPERATING & MAINTENANCE PLAN, & CLOSURE PLAN FOR OCD FOR C-144

#### **RAVEN FEDERAL #12H**

#### **DESIGN PLAN**

Fluid & cuttings coming from drilling operations will pass over the Shale Shaker with the cuttings going to the Sundance Inc / CRI haul off bin and the cleaned fluid returning to the working steel pits.

#### Equipment includes:

- 2 500 bbl steel frac tanks (fresh water for drilling)
- 2 180 bbl steel working pits
- 3 75 bbl steel haul off bins
- 2 Pumps (6-1/2" x 10" PZ 10 or equivalent)
- 1 Shale shaker
- 1 Mud cleaner QMAX MudStripper

#### **OPERATING AND MAINTENANCE PLAN**

Inspection to occur every tour for proper operation of system and individual components. If any problems are found they will be repaired and/or corrected immediately.

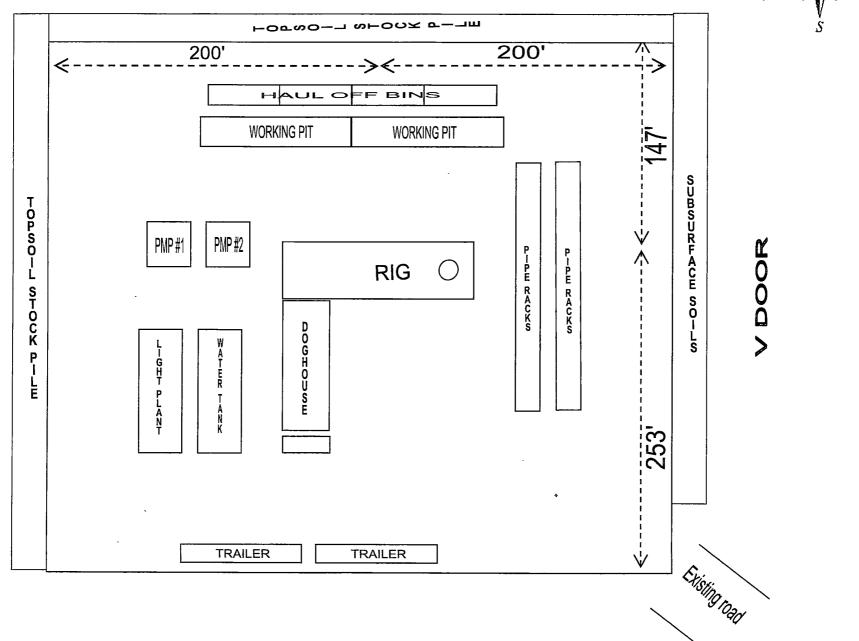
#### **CLOSURE PLAN**

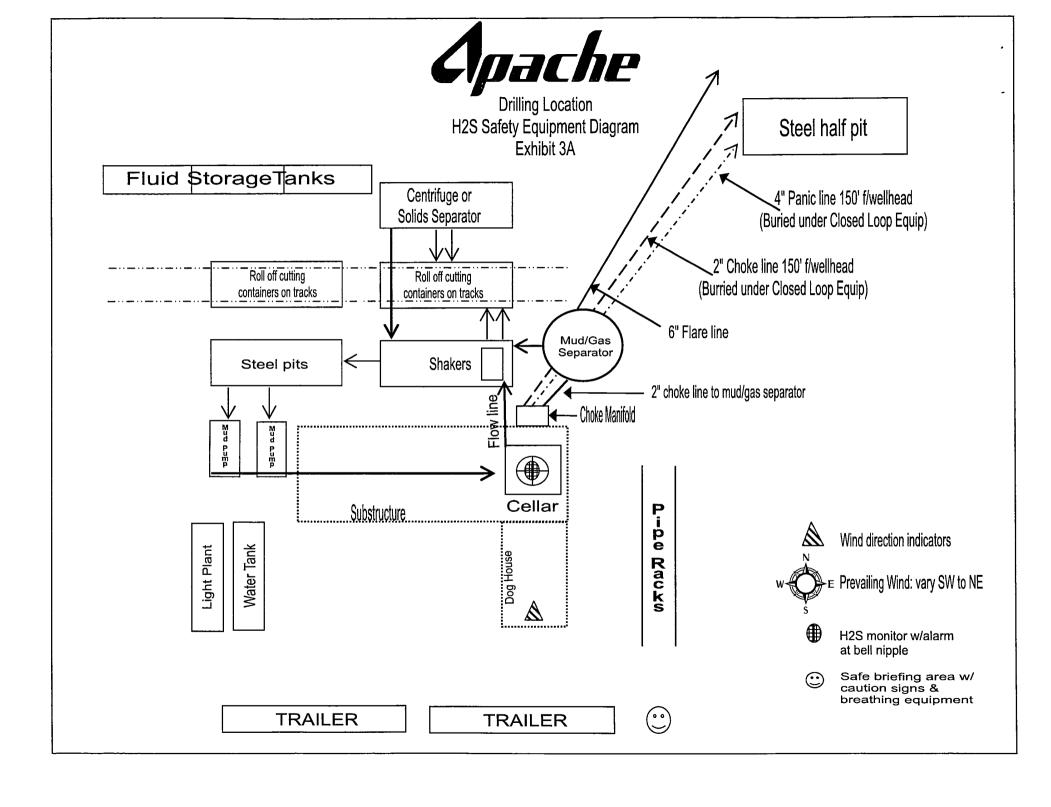
All haul bins containing cuttings will be removed from location and hauled to Sundance Incorporated (NM-01-0003) disposal site located 3 miles East of Eunice, NM on the Texas border / Controlled Recovery, Inc's (NM-01-0006) disposal site located near mile marker 66 on Highway 62/180.

Sorina L. Flores Supv. of Drilling Services

#### RIG ORIENTATION & LAYOUT RAVEN FEDERAL #12H EXHIBIT 5 (Revised)







#### HYDROGEN SULFIDE (H2S) DRILLING OPERATIONS PLAN

#### **Hvdrogen Sulfide Training:**

<u>All regularly assigned personnel, contracted or employed by Apache Corporation</u> will receive training from qualified instructor(s) in the following areas prior to commencing drilling possible hydrogen sulfide bearing formations in this well:

- The hazards and characteristics of hydrogen sulfide (H<sub>2</sub>S)
- The proper use and maintenance of personal protective equipment and life support systems.
- The proper use of H₂S detectors, alarms, warning systems, briefing area, evacuation procedures & prevailing winds.
- The proper techniques for first aid and rescue procedures.

#### Supervisory personnel will be trained in the following areas:

- The effects of H<sub>2</sub>S on metal components. If high tensile tubulars are to be utilized, personnel will be trained in their special maintenance requirements.
- Corrective action & shut-in procedures when drilling or reworking a well & blowout prevention / well control procedures.
- The contents and requirements of the H<sub>2</sub>S Drilling Operations Plan

There will be an initial training session just prior to encountering a known or probable  $H_2S$  zone (within 3 days or 500') and weekly  $H_2S$  and well control drills for all personnel in each crew. The initial training session shall include a review of the site specific  $H_2S$  Drilling Operations Plan and the Public Protection Plan. This plan shall be available at the well site. All personnel will be required to carry documentation that they have received proper training.

#### H<sub>2</sub>S SAFETY EQUIPMENT AND SYSTEMS:

#### Well Control Equipment that will be available & installed if H<sub>2</sub>S is encountered:

- Flare Line with electronic igniter or continuous pilot.
- Choke manifold with a minimum of one remote choke.
- Blind rams & pipe rams to accommodate all pipe sizes with properly sized closing unit.
- Auxiliary equipment to include: annular preventer, mud-gas separator, rotating head & flare gun with flares

#### **Protective Equipment for Essential Personnel:**

• Mark II Survive-air 30 minute units located in dog house & at briefing areas, as indicated on wellsite diagram.

#### **H2S Dection and Monitoring Equipment:**

- Two portable H<sub>2</sub>S monitors positioned on location for best coverage & response. These units have warning lights & audible sirens when H<sub>2</sub>S levels of 20 ppm are reached.
- One portable H<sub>2</sub>S monitor positioned near flare line.

#### **H2S Visual Warning Systems:**

- Wind direction indicators are shown on wellsite diagram.
- Caution / Danger signs shall be posted on roads providing direct access to location. Signs will be painted a high visibility
  yellow with black lettering of sufficient size to be readable at a reasonable distance from the immediate location. Bilingual
  signs will be used when appropriate.

#### Mud Program:

- The Mud Program has been designed to minimize the volume of H<sub>2</sub>S circulated to the surface. Proper mud weights, safe drilling practices & the use of H<sub>2</sub>S scavengers will minimize hazards when penetrating H<sub>2</sub>S bearing zones.
- A mud-gas separator and H₂S gas buster will be utilized as needed.

#### Metallurgy:

- All drill strings, casing, tubing, wellhead, blowout preventers, drilling spool, kill lines, choke manifold & lines, & valves will be suitable for H₂S service.
- All elastomers used for packing & seals shall be H<sub>2</sub>S trim.

#### Communication:

Cellular telephone and 2-way radio communications in company vehicles, rig floor and mud logging trailer.

#### HYDROGEN SULFIDE (H2S) CONTINGENCY PLAN

#### **Assumed 100 ppm ROE = 3000'**

100 ppm H<sub>2</sub>S concentration shall trigger activation of this plan.

#### **Emergency Procedures**

In the event of a release of gas containing H<sub>2</sub>S, the first responder(s) must

- Isolate the area and prevent entry by other persons into the 100 ppm ROE.
- Evacuate any public places encompassed by the 100 ppm ROE.
- Be equipped with H<sub>2</sub>S monitors and air packs in order to control the release.
- Use the "buddy system" to ensure no injuries occur during the response
- Take precautions to avoid personal injury during this operation.
- Contact operators and/or local officials to aid in operation. See list of phone numbers attached.
- Have received training in the :
  - o Detection of H<sub>2</sub>S, and
  - o Measures for protection against the gas,
  - o Equipment used for protection and emergency response.

#### Ignition of Gas source

Should control of the well be considered lost and ignition considered, take care to protect against exposure to Sulfur Dioxide (SO<sub>2</sub>). Intentional ignition must be coordinated with the NMOCD and local officials. Additionally the NM State Police may become involved. NM State Police shall be the Incident Command on scene of any major release. Take care to protect downwind whenever this is an ignition of the gas.

Characteristics of H<sub>2</sub>S and SO<sub>2</sub>

Common Name	Chemical Formula	Specific Gravity	Threshold Limit	Hazardous Limit	Lethal Concentration
Hydrogen Sulfide	H <sub>2</sub> S	1.189 Air = I	10 ppm	100 ppm/hr	600 ppm
Sulfur Dioxide	SO <sub>2</sub>	2.21 Air = I	2 ppm	N/A	1000 ppm

#### **Contacting Authorities**

Apache Corporation personnel must liaison with local and state agencies to ensure a proper response to a major release. Additionally, the OCD must be notified of the release as soon as possible but no later than 4 hours. Agencies will ask for information such as type and volume of release, wind direction, location of release, etc. Be prepared with all information available including directions to site. The following call list of essential and potential responders has been prepared for use during a release. Apache's response must be in coordination with the State of New Mexico's "Hazardous Materials Emergency Response Plan" (HMER).

#### WELL CONTROL EMERGENCY RESPONSE PLAN

#### I. GENERAL PHILOSOPHY

Our objective is to ensure that during an emergency, a predetermined procedure is followed so that prompt decisions can be made based on accurate information.

The best way to handle and emergency is with an experienced organization set up for the sole purpose of solving the problem. The *Well Control Emergency Response Team* was organized to handle dangerous & expensive well control problems. The *Team* is structured such that each individual can contribute the most from his area of expertise. Key decision-makers are determined prior to an emergency to avoid confusion about who is in charge.

If the well is flowing uncontrolled at the surface or subsurface, *The Emergency Response Team* will be mobilized. The *Team* is customized for the people currently on the Apache staff. Staff changes may require a change in the plan.

#### II. EMERGENCY PROCEDURE ON DRILLING OR COMPLETION OPERATIONS

**A.** In the event of an emergency the *Drilling Foreman or Tool-Pusher* will immediately contact only one of the following starting with the first name listed:

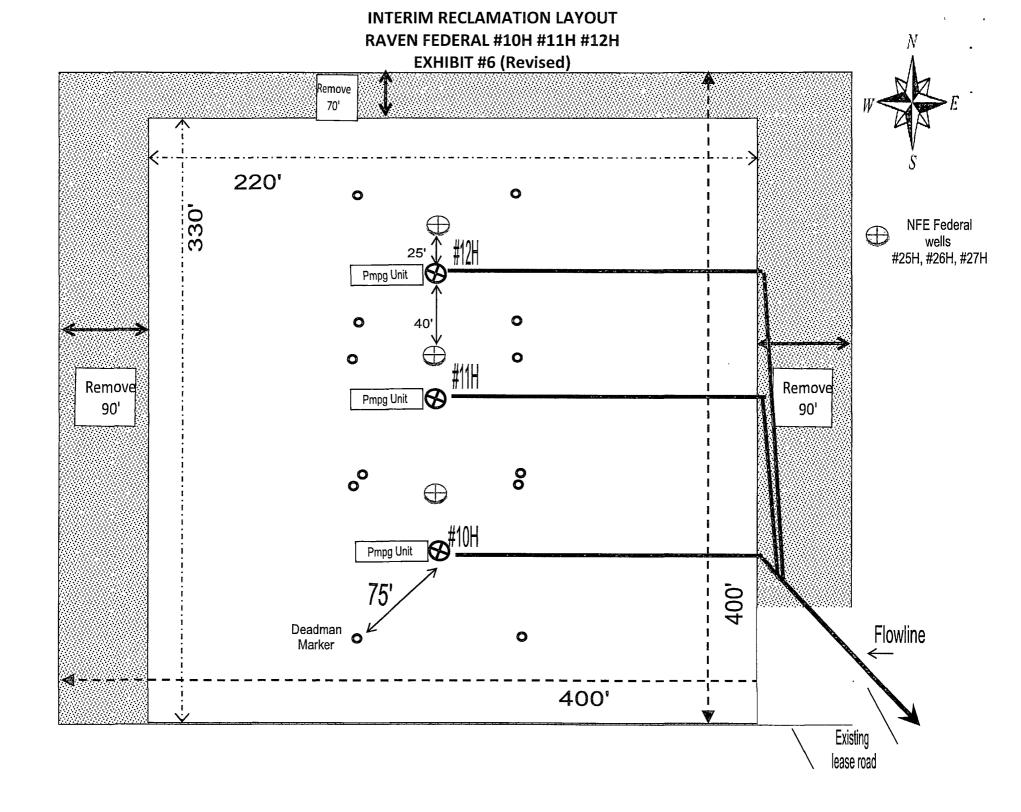
Name	Office	Mobile	Home
Danny Laman – Drlg Superintendent	432-818-1022	432-634-0288	432-520-3528
Terry West – Drilling Engineer	432-818-1114	432-664-7254	
Bobby Smith – Drilling Manager	432-818-1020	432-556-7701	
Jeff Burt – EH&S Coordinator		432-631-9081	

<sup>\*\*</sup>This one phone call will free the Drilling Foreman to devote his full time to securing the safety of personnel & equipment. This call will initiate the process to mobilize the Well Control Emergency Response Team. Apache maintains an Emergency Telephone Conference Room in the Houston office. This room is available for us by the Permian Region. The room has 50 separate telephone lines.

- **B.** The Apache employee contacted by the Drilling Foreman will begin contacting the rest of the *Team*. If **Danny Laman** is out of contact, **Bob Lange** will be notified.
- **C.** If a member of the *Emergency Response Team* is away from the job, he must be available for call back. Telephone numbers should be left with secretaries or a key decision-maker.
- **D.** Apache's reporting procedure for spills or releases of oil or hazardous materials will be implemented when spills or releases have occurred or are probable.

#### **EMERGENCY RESPONSE NUMBERS:**

SHERIFF DEPARTMENT	
Eddy County	575-887-7551
Lea County	575-396-3611
FIRE DEPARTMENT	911
Artesia	575-746-5050
Carlsbad	575-885-2111
Eunice	575-394-2111
Hobbs	575-397-9308
Jal	575-395-2221
Lovington	575-396-2359
HOSPITALS	911
Artesia Medical Emergency	575-746-5050
Carlsbad Medical Emergency	575-885-2111
Eunice Medical Emergency	575-394-2112
Hobbs Medical Emergency	575-397-9308
Jal Medical Emergency	575-395-2221
Lovington Medical Emergency	575-396-2359
AGENT NOTIFICATIONS	
Bureau of Land Management	575-393-3612
New Mexico Oil Conservation Division	575-393-6161



### PECOS DISTRICT CONDITIONS OF APPROVAL

OPERATOR'S NAME: LEASE NO.: NM029435A
WELL NAME & NO.: 12H Raven Federal
SURFACE HOLE FOOTAGE: 2088' FNL & 220' FWL
BOTTOM HOLE FOOTAGE 2088' FNL & 330' FWL, Sec. 7
LOCATION: Section 8, T.17 S., R.31 E., NMPM
COUNTY: Eddy County, New Mexico

#### TABLE OF CONTENTS

Standard Conditions of Approval (COA) apply to this APD. If any deviations to these standards exist or special COAs are required, the section with the deviation or requirement will be checked below.

☐ General Provisions
Permit Expiration
Archaeology, Paleontology, and Historical Sites
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