District I

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

State of New Mexico

Form C-101 Revised November 14, 2012

☐AMENDED REPORT

Energy Minerals and Natural Resources

Oil Conservation Division ECEIVED

1000 Rio Brazos Road, Aztec, NM 87410 1220 South St. Francis Dr. Phone: (505) 334-6178 Fax: (505) 334-6170 DEC 11 2012 District IV 1220 S. St. Francis Dr., Santa Fe. NM 87505 Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462 **NMOCD ARTESIA** APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE OGRID Number Operator Name and Address 873 Apache Corporation 303 Veterans Airpark Lane, Suite 3000 Midland, Texas 79705 ³ Property Name Washington 34 State SWD 7. Surface Location UL - Lot Section Township Range Lot Idn Feet from N/S Line Feet From E/W Line County 178 28E N 590 South 1705 West Eddy Ν 34 8 Proposed Bottom Hole Location UL - Lot Feet from N/S Line Feet From E/W Line County Section Township Range 9. Pool Information Dev-FUS-MON-SIMP-BROWNING SWD-Ellenburger SWD-Devonian Additional Well Information 12. Well Type 14. Lease Type 11. Work Type 13. Cable/Rotary 15. Ground Level Elevation 3,662 N S S 20. Spud Date 16. Multiple 7. Proposed Depth 18. Formation 19. Contractor 12,700' N Devonian & Ellenburger Depth to Ground water 300' or less Distance from nearest fresh water well Distance to nearest surface water 21. Proposed Casing and Cement Program Hole Size Casing Size Casing Weight/ft Setting Depth Sacks of Cement **Estimated TOC** Type 48# H-40 500' 580 Sx. Surface 17 1/2" 13 3/8" Surface Intermediate 9 5/8" 40# J-55 4,500' 1400 Sx. 12 1/4" Surface 7" 1100 Sx. * Production 8 3/4" 26# L-80 & HCL-80 12,700' 3,000 Casing/Cement Program: Additional Comments *7" casing stage cemented. 1st Stage-280 Sx. 2nd Stage-820 Sx. DV Tool setting depth: 11,000' 22. Proposed Blowout Prevention Program Working Pressure Test Pressure Manufacturer Type Blind 3000 2000

23. I hereby certify that the information given above is true and complete to the best of my knowledge and belief. I further certify that I have complied with 19.15.14.9 (A) NMAC and/or 19.15.14.9 (B) NMAC, if applicable. Signature:	OIL CONSERVATION DIVISION Approved By: Approved By:				
Printed name: David Catanach	Title: (THO OUT)				
Title: Agent-Apache Corporation	Approved Date: //23/20/3 Expiration Date: //23/20/5				
E-mail Address: drcatanach@netscape.com					
Date: 12/2/2012 Phone: (505) 690-9453	Conditions of Approval Attached				

DISTRICT 1
1625 N. French Dr., Hobbs, NM 88240
Phone: (375) 393-6161 Fax: (575) 393-0720
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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., Santu Fc, NM 87505
Phone: (505) 476-3460 Fax: (505) 476-3462

0GRID No. 873

API Number

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

DAMENDED REPORT

Well Number

2

Elevation

3662

evonian

Pool Name (96/01)

SWD: DEU-FOS-MOW-SMP-ECC WELL LOCATION AND ACREAGE DEDICATION PLAT

Property Name

WASHINGTON 34 STATE SWD

Operator Name

APACHE CORPORATION

					Surface Locat	ion				
UL or lot No.	Section	Section Township Range		Lot Idn Feet from the		North/South line Feet from th		East/West line	County	
N	. 34	17 - S	28-E		590	SOUTH	1705	WEST	EDDY	
Bottom Hole Location If Different From Surface										
UL or lot No. Section Township Range				Lot Ida	Lot Idu Feet from the North/South lin		Feet from the	East/West line	County	
	}						-			
Dedicated Acres	Joint or	Infill C	onsolidation C	ode Ord	er No.					
40			-,,							
NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION										
				<u> </u>						
	1			! !			OPER	ATOR CERTIFI	CATION	
	ļ			1	1			I hereby certify that the information herein is true and complete to the best of my knowledge and belief, and		
	1				1		that this org	anization either owns a w	orking interest or	
	1				1		proposed be	neral interest in the land i ottom hole location or has	a right to drill this	
	i			1	i			location pursuant to a con- eral or working interest, o		
	1				,		pooling agr	pooling agreement or a compulsory pooling order heretofore entered by the division.		
	;			!	, -					
					I mind the 1 12/10/1				12/11/12	
ļ '					1		Signature Date			
1 1					1		David Catanach			
	GEODETIC COORDINATES NAD 27 NME						Printed No	Printed Name		
	SURFACE LO				ı			David Cátanach Printed Name drataracha netscape. Com E-mail Address		
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LONG.=104.166306* W LAT.=32* 47' 08" N					1			tify that the well location : from field notes of actual		
LONG.=104' 09' 59" W						me or under	me or under my supervision, and that the same is true and correct to the best of my belief.			
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DESIGN PLAN, OPERATING & MAINTENANCE PLAN. & CLOSURE PLAN

Washington 34 State SWD No. 2

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)
- I 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.

Susan Blakemore Drilling Tech