Form 3160-5 (March 2012)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

OCD Artesla

FORM APPROVED OMB No. 1004-0137 Expires: October 31, 2014

5. Lease Serial No. NMNM-007724

6. If Indian, Allottee or Tribe Name

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals. 7. If Unit of CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on page 2. 1. Type of Well 8. Well Name and No. Other Oil Well Gas Well Boquillas 18 Federal #001 (39216) 2. Name of Operator Apache Corporation (873) 3a. Address 3b. Phone No. (include area code) 10. Field and Pool or Exploratory Area 303 Veterans Airpark Ln., Ste 3000 Loco Hills; Glorieta-Yeso (96718) Midland, TX 79705 (432) 818-1015 4. Location of Well (Footage, Sec., T.,R.,M., or Survey Description) 1980 FNL & 330 FEL, UL:H, Sec.18, T:168, R:30E 11. County or Parish, State Eddy County, NM 12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Production (Start/Resume) Water Shut-Off Acidize Deepen ✓ Notice of Intent Alter Casing Fracture Treat Reclamation Well Integrity Other Flare New Construction Recomplete Casing Repair Subsequent Report Change Plans Plug and Abandon Temporarily Abandon Final Abandonment Notice Convert to Injection Plug Back Water Disposal 13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.) Nyode 2/21/13 compact for record Apache is requesting an extension to temporarily flare 60 mcf/day on this well due to pending approval on ROW for gas sales. SEE ATTACHED FOR Approved Untill 4/17/2013 ONDITIONS OF APPROVAL 14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed) Fatima Vasquez Title Regulatory Tech I Date 02/12/2013 Signature THIS SPACE FOR FEDERAL OR STAT Approved by

Title

Office

, accentached. Approval of this notice does not warrant or certify

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and

that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)

Conditions of approval



www.permianls.com

575.397.3713 2609 W Marland Hobbs NM 88240

For:

Apache Corporation

Attention: Travis Carnes

2350 W. Marland

Hobbs, New Mexico 88240

Sample:

Separator

Identification: Boquillas 18 Fed. #1H Company: **Apache Corporation**

Lease:

Plant:

Sample Data:

Date Sampled

11/2/2012

Analysis Date

11/5/2012

Pressure-PSIA

Sample Temp F Atmos Temp F

65

Sampled by: Logan McIlroy

Analysis by: Vicki McDaniel

H2S =

0.8 PPM

Component Analysis

		Mol	GPM
4		Percent	
Hydrogen Sulfide	H2S		
Nitrogen	N2	8.376	
Carbon Dioxide	CO2	3.104	
Methane	C1	55.714	
Ethane	C2	14.538	3.878
Propane	C3	10.617	2.917
I-Butane	IC4	1.305	0.426
N-Butane	NC4	3.231	1.016
I-Pentane	IC5	0.830	0.303
N-Pentane	NC5	0.788	0.285
Hexanes Plus	C6+	<u>1.497</u>	0.648
		100.000	9.473

REAL BTU/CU.FT.		Specific Gravity	
At 14.65 DRY	1379.5	Calculated	0.9289
At 14.65 WET	1355.5		
At 14.696 DRY	1383.8		
At 14.696 WET	1360.3	Molecular Weight	26.9023
At 14.73 DRY	1387.0		
At 14.73 Wet	1363.1		

BUREAU OF LAND MANAGEMENT Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

Apache Corporation Boquillas 18 Federal #1 NM7724

2/16/2013

Condition of Approval to Flare Gas

- 1. Report all volumes on OGOR reports.
- 2. Comply with NTL-4A requirements
- 3. Subject to like approval from NMOCD
- 4. Flared volumes will still require payment of royalties
- 5. Install gas meter on vent/flare line to measure gas prior to venting/flaring operations if it is not equipped as such at this time. Gas meter to meet all requirements for sale meter as Federal Regulations and Onshore Order #5.
- 6. This approval does not authorize any additional surface disturbance.
- 7. Submit updated facility diagram as per Onshore Order #3.
- 8. Approval not to exceed 90 days for date of approval.