

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM APPROVED
OMB NO. 1004-0135
Expires: July 31, 2010**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.***SUBMIT IN TRIPLICATE - Other instructions on reverse side.**

| | | |
|--|---|--|
| 1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other | | 8. Well Name and No. Multiple--See Attached |
| 2. Name of Operator APACHE CORPORATION | | 9. API Well No. Multiple--See Attached |
| 3a. Address 303 VETERANS AIRPARK LANE SUITE 3000 MIDLAND, TX 79705 | 3b. Phone No. (include area code) Ph: 432-818-1015 | 10. Field and Pool, or Exploratory Multiple--See Attached |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Multiple--See Attached | | 11. County or Parish, and State EDDY COUNTY, NM |

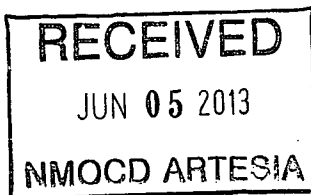
12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION | TYPE OF ACTION | | | |
|--|---|---|--|---|
| <input checked="" type="checkbox"/> Notice of Intent | <input type="checkbox"/> Acidize | <input type="checkbox"/> Deepen | <input type="checkbox"/> Production (Start/Resume) | <input type="checkbox"/> Water Shut-Off |
| <input type="checkbox"/> Subsequent Report | <input type="checkbox"/> Alter Casing | <input type="checkbox"/> Fracture Treat | <input type="checkbox"/> Reclamation | <input type="checkbox"/> Well Integrity |
| <input type="checkbox"/> Final Abandonment Notice | <input type="checkbox"/> Casing Repair | <input type="checkbox"/> New Construction | <input type="checkbox"/> Recomplete | <input checked="" type="checkbox"/> Other |
| | <input type="checkbox"/> Change Plans | <input type="checkbox"/> Plug and Abandon | <input type="checkbox"/> Temporarily Abandon | Venting and/or Flaring |
| | <input type="checkbox"/> Convert to Injection | <input type="checkbox"/> Plug Back | <input type="checkbox"/> 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 shall 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 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

Apache is requesting permission to temporarily flare 610 mcf a day for 90 days on the wells listed below due to Frontier shutting Apache in. Gas will be measured prior to flaring.

NFE FEDERAL #1 30-015-37137
NFE FEDERAL #2 30-015-37354
NFE FEDERAL #3 30-015-37357
NFE FEDERAL #6 30-015-37361
NFE FEDERAL #7 30-015-37355 ✓
NFE FEDERAL #9 30-015-37358
NFE FEDERAL #10 30-015-37360
NFE FEDERAL #11 30-015-37359
NFE FEDERAL #12 30-015-39222



Accepted for record
NMOCD UScale 6/7/13

**SEE ATTACHED FOR
CONDITIONS OF APPROVAL**

| | |
|--|------------------------------|
| 14. I hereby certify that the foregoing is true and correct. Electronic Submission #209026 verified by the BLM Well Information System For APACHE CORPORATION, sent to the Carlsbad Committed to AFMSS for processing by JERRY BLAKLEY on 05/30/2013 (13JDB0180SE) | |
| Name (Printed/Typed) FATIMA VASQUEZ | Title REGULATORY TECH |
| Signature (Electronic Submission) | Date 05/30/2013 |

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

| | | | |
|--|------------------------|---------------------------------------|------------------------|
| Approved By JERRY BLAKLEY | Title LEAD PET | APPROVED MAY 31 2013 | Date 05/31/2013 |
| Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon. | Office Carlsbad | | |
| Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction. | | | |

**** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ****
**SUBJECT TO LIKE
APPROVAL BY STATE**

Additional data for EC transaction #209026 that would not fit on the form

Wells/Facilities, continued

| Agreement | Lease | Well/Fac Name, Number | API Number | Location |
|-------------|-------------|-----------------------|--------------------|--------------------------------------|
| NMLC029435B | NMLC029435B | NFE FEDERAL 1 | 30-015-37137-00-S1 | Sec 8 T17S R31E SESE 330FSL 990FEL |
| NMLC029435B | NMLC029435B | NFE FEDERAL 10 | 30-015-37360-00-S1 | Sec 8 T17S R31E SENE 1650FNL 330FEL |
| NMLC029435B | NMLC029435B | NFE FEDERAL 11 | 30-015-37359-00-S1 | Sec 8 T17S R31E SWNE 1650FNL 1650FEL |
| NMLC029435B | NMLC029435B | NFE FEDERAL 12 | 30-015-39222-00-S1 | Sec 8 T17S R31E NWNW 905FNL 900FWL |
| NMLC029435B | NMLC029435B | NFE FEDERAL 14 | 30-015-40549-00-X1 | Sec 6 T17S R31E Lot 4 1030FNL 380FWL |
| NMLC029435B | NMLC029435B | NFE FEDERAL 16 | 30-015-40551-00-X1 | Sec 5 T17S R31E SESE 330FSL 330FEL |
| NMLC029435B | NMLC029435B | NFE FEDERAL 2 | 30-015-37354-00-S1 | Sec 8 T17S R31E SESE 330FSL 1650FWL |
| NMLC029435B | NMLC029435B | NFE FEDERAL 3 | 30-015-37357-00-S1 | Sec 8 T17S R31E SWSW 330FSL 330FWL |
| NMLC029435B | NMLC029435B | NFE FEDERAL 6 | 30-015-37361-00-S1 | Sec 8 T17S R31E NESE 1650FSL 990FEL |
| NMLC029435B | NMLC029435B | NFE FEDERAL 7 | 30-015-37355-00-S1 | Sec 8 T17S R31E NESE 2310FSL 330FEL |
| NMLC029435B | NMLC029435B | NFE FEDERAL 9 | 30-015-37358-00-S1 | Sec 8 T17S R31E NESW 2310FSL 2310FWL |

10. Field and Pool, continued

LOCO HILLS GLORIETA-YESO

32. Additional remarks, continued

NFE FEDERAL #14 30-015-40549
NFE FEDERAL #15 30-015-40550
NFE FEDERAL #16 30-015-40551



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

5/31/2013

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.
9. Submit Subsequent Report with actual volumes of gas flared for each month gas is flared.
10. If flaring is still required past 90 days submit new request for approval.
11. Comply with any restrictions or regulations when on State or Fee surface.