1625 N. French Dr., Hobbs, NM 88240

District II

State of New Mexico Energy, Minerals & Natural Resources Form C-104

Revised August 1, 2011

811 S. First St., Artesia, NM 88210 Submit one copy to appropriate District Office District III Oil Conservation Division 1000 Rio Brazos Rd., Aztec, NM 87410 1220 South St. Francis Dr. ■ AMENDED REPORT District IV Santa Fe, NM 87505 1220 S. St. Francis Dr., Santa Fe, NM 87505 REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT T. 1 Operator name and Address ² OGRID Number Apache Corporation 303 Veterans Airpark Lane Suite 1000 Midland TX 79705 ³ Reason for Filing Code/ Effective Date NM/09/18/2014 Pool Code ⁴ API Number ⁵ Pool Name 96836 RED LAKE; GLORIETA-YESO, NORTHEAST 30-015-42360 Well Number **Property Code** ⁸ Property Name 030 AAO FEDERAL 308703 ¹⁰Surface Location Ul or lot no. Section Township Lot Idn Feet from the North/South Line Feet from the East/West line Range County SOUTH WEST EDDY-Μ 18-S 27-E 1261 11 Bottom Hole Location Feet from the North/South line Feet from the East/West line County UL or lot no. Section Township Lot Idn Range 1649 SOUTH 345 **WEST EDDY** 1 188 27F 13 Producing Method 15 C-129 Permit Number ¹⁶ C-129 Effective Date ¹⁷ C-129 Expiration Date 12 Lse Code Date 09/18/2014 III. Oil and Gas Transporters ²⁰ O/G/W ¹⁸ Transporter ¹⁹ Transporter Name OGRID and Address 252293 Holly Energy Pipeline 0 311 W Quay / PO Box 1360 4-4 Artesia NM 88210 Frontier Field Services LLC 221115 G 4200 East Skelly Drive Suite 700 Tulsa OK 74135 **NM OIL CONSERVATION** ARTESIA DISTRICT OCT **1 6 20**14 RECEIVED IV. Well Completion Data ²³ TD ²⁴ PBTD 21 Spud Date 22 Ready Date ²⁵ Perforations ²⁶ DHC, MC 4613 4500 07/20/2014 09/18/2014 3338'-4400' 4599' ²⁷ Hole Size 28 Casing & Tubing Size 29 Depth Set 30 Sacks Cement 13-3/8" 17-1/2" 360' 530 sx Class C 7-7/8" 5-1/2" 4613' 850 sx Class C Tubing 2-7/8" 4489' V. Well Test Data

| ³¹ Date New Oil | | ³³ Test Date 10/06/2014 | ³⁴ Test Length 24 hrs | 35 Tbg. Pressure | ³⁶ Csg. Pressure | |
|---|-------------------------|--|-------------------------------------|---|-----------------------------|--|
| ³⁷ Choke Size | ³⁸ Oil 70 | 39 Water 81 41 P Oil Conservation Division have ation given above is true and and belief. Approved by: Approved by: | | | | |
| been complied with a | | en above is true and | Approved by: | CONSERVATION DIVIS CShapud "Geolog" | ist" | |
| Title: Regulatory Analyst I E-mail Address: Paige.Futrell@apac | | | Approval Date: | 10-22-20 | 24 | |
| Date: 10/09/2014 | Phone: 432-818-1893 | 3 | Pending BLM subsequently | approvals will be reviewed | .: | |

and scanned

Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

| FORM APPROVED |) |
|-----------------------|---|
| OMB NO. 1004-013 | |
| Expires: July 31, 201 | (|

| SUNDRY Do not use thi | NOTICES AND REPOI is form for proposals to II. Use form 3160-3 (API | RTS ON WEL | iter an | L | Lease Serial No. NMNM0557371 If Indian, Allottee or Tribe Name | | | | | |
|--|---|--|--|---|---|--|---|--|--|--|
| SUBMIT IN TRI | PLICATE - Other instruc | tions on revers | se side. | | 7. If Unit or CA/Agree | ement, Name and/or No. | _ | | | |
| Type of Well | ner | | | | 8. Well Name and No. AAO FEDERAL 3 | 0 | _ | | | |
| 2. Name of Operator APACHE CORPORATION | Contact: E-Mail: paige.futrel | PAIGE FUTREL 1@apachecorp.co | | | 9. API Well No. 30-015-42360 | | | | | |
| 3a. Address 303 VETERANS AIRPARK LN MIDLAND, TX 79705 | ١ | 3b. Phone No. (ir Ph: 432-818- | | e) | 10. Field and Pool, or REDLAKE;GLO | Exploratory RIETA-YESO,NE | | | | |
| 4. Location of Well (Footage, Sec., 7 | ., R., M., or Survey Description, |) | | | 11. County or Parish, | and State | | | | |
| Sec 1 T18S R27E SWSW 126 32.772587 N Lat, 104.239709 | | | | | EDDY COUNTY | ′, NM | | | | |
| 12. CHECK APPI | ROPRIATE BOX(ES) TO | INDICATE N | ATURE OF | notice, rei | PORT, OR OTHE | R DATA . | | | | |
| TYPE OF SUBMISSION | | | ТҮРЕ О | F ACTION | | | | | | |
| | ☐ Acidize | ☐ Deeper | 1 | ☐ Production | on (Start/Resume) | ☐ Water Shut-Off | | | | |
| ☑ Notice of Intent | ☐ Alter Casing | ☐ Fractur | e Treat | ☐ Reclamat | ion | ■ Well Integrity | | | | |
| ☐ Subsequent Report | ☐ Casing Repair | New Ce | onstruction | ☐ Recomple | ete | □ Other | | | | |
| ☐ Final Abandonment Notice | ☐ Change Plans | ☐ Plug an | d Abandon | ☐ Temporai | rily Abandon | | | | | |
| | Convert to Injection | ☐ Plug Ba | ack | ☐ Water Di | sposal | | | | | |
| Attach the Bond under which the worfollowing completion of the involved testing has been completed. Final Abdetermined that the site is ready for f Apache completed the well, as 07/30/2014: DO float collar & 07/31/2014: Run log (CBL). E 92,3424,42,60,82,3500,22,40 | operations. If the operation respandonment Notices shall be fill inal inspection.) s followed: (RR 07/27/20) cmt to PBTD@ 4599'. Circustimated TOC@ surface.F,58,3600,18,36,55,73,371 | ults in a multiple condonly after all requested only after all requested only after all requested on the condon series of the condon se | ompletion or reculirements, included in the control of the control | ompletion in a ne ding reclamation, | w interval, a Form 316 have been completed, a | 0-4 shall be filed once and the operator has | | | | |
| 74,3900,79,4024,64,4105,25, 08/01/2014: Acidize Glorieta/\ 08/04/2014: POOH w/tbg. RD 08/12/2014: Frac from 3338-4 siberprop sand stage and flus 08/29/2014: MIRUSU NU BOF | /eso from 3338-4418 w/38 MOSU. 418, pump pad w/ 329,62 h. SI well. | 393 gal 15% HC | L NEFE Acid | i . | OCT 16 | ISTRICT | | | | |
| 09/02/2014: CO sand to 4535 | | | | | RECEI | /ED | | | | |
| 14. I hereby certify that the foregoing is | Electronic Submission #2 | 269737 verified b | y the BLM We I, sent to the | ell Information S Carlsbad | System | | _ | | | |
| Name (Printed/Typed) PAIGE FL | JTRELL | T | itle REGUL | LATORY ANA | LYST | | _ | | | |
| Signature (Electronic S | Submission) | D | atc 10/09/2 | 2014 | | | | | | |
| | THIS SPACE FO | R FEDERAL | OR STATE | OFFICE US | E | - | | | | |
| Approved By Conditions of approval, if any, are attache certify that the applicant holds legal or equivalent would entitle the applicant to conduct the second of the sec | uitable title to those rights in the | not warrant or subject lease | Peoffice People such that the | Inding BLM a Specification in the second second in the sec | approvals will be reviewed | agency of the United | | | | |
| States any false, fictitious or fraudulent: | statements or representations as | to any matter within | n its jurisdictic ð | lin - | | • | | | | |

Additional data for EC transaction #269737 that would not fit on the form

32. Additional remarks, continued

09/03/2014: CO sand to PBTD @4599. 09/04/2014: RIH w/ 2-7/8" J-55,6.5# prod tbg, ETD @4489,SN@4465. 09/05/2014: Clean location. Build wellhead & lay flowline. 09/18/2014: Set Ampscot 640 pumping Unit. Start prod. to AAO FED South Batt.POP

Form 3160-4 (August 2007) NM OIL CONSERVATION ARTESIA DISTRICT

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCT 16 2014

FORM APPROVED OMB No. 1004-0137 Expires: July 31, 2010

WELL COMPLETION OR RECOMPLETION REPORT AND LOC

| | WELL C | OMPL | ETION C | R REC | COMP | LETIO | N REF | PORT | | | _ | | ase Serial N MNM0557 | | |
|------------------------|--|-----------------|--------------------|---|------------|---------------------|-------------|--------------------|----------------------------------|---------------------|--|----------|-------------------------|----------|--|
| la. Type of | Well 🔯 | Oil Well | ☐ Gas V | Vell | ☐ Dry | Ot | her | | RE | EIVE | J | 6. If | Indian, Allo | ottee or | Tribe Name |
| 2.1 | Completion | | | ☐ Work | | ☐ Dec | | ☐ Plug | g Back | Diff. I | Resvr. | | | | |
| 3. | · | Othe | г | | | | <u> </u> | | | _ | | 7. Ur | nit or CA A | greeme | ent Name and No. |
| Name of APACH | Operator E CORPOR | RATION | E | -Mail: pa | | tact: PA ell@apa | | | | | | | ase Name a AO FEDEI | | |
| 3. Address | 303 VETE MIDLAND | | IRPARK LN '05 | | | 0.00 | | hone No 432-818 | | e area code | :) | 9. AI | PI Well No. | | 30-015-42360 |
| 4. Location | of Well (Rep | oort locati | on clearly an | d in acco | rdance v | vith Fede | ral requi | rements |)* | | | 10. F | ield and Po | ol, or I | Exploratory IETA-YESO,NE |
| At surfa | | | L 281FWL | | | | | | | | | 11. S | ec., T., R., | M., or | Block and Survey 8S R27E Mer |
| | rod interval r | • | | | FSL 28 | 1FWL 3 | 2.77258 | 37 N Lat | t, 104.23 | 9709 W L | on | 12. C | County or Pa | | 13. State |
| At total | | SW 1649 | FSL 345FV | | | | | . n. | | • | | | DDY | 0.0.171 | NM NET CLY |
| 14. Date Sp 07/20/2 | | | | ite T.D. I /25/2014 | | | | □ D& | Complete A ⊠ 8/2014 | Ready to l | Prod. | 17. E | 357 | 70 GL | 3, RT, GL)* |
| 18. Total D | epth: | MD TVD | 4613 | | 19. Plug | Back T. | D.; | MD TVD | 45 | 99 | 20. Dep | th Brid | ige Plug Se | t: | MD TVD |
| 21. Type El | lectric & Oth BN.CS,HIG | er Mechai | nical Logs R | ın (Subn | nit copy o | of each) | | | | | well cored DST run? | l? | ⊠ No ⊠ No | Yes | (Submit analysis) (Submit analysis) |
| | | | | | | | | | | Dire | ctional Sur | vey? | No I | ¥ Yes | (Submit analysis) |
| 23. Casing ar | nd Liner Reco | ord (Repo | rt all strings | | | | a. a | | T ., | 201 0 | | | | | |
| Hole Size | Size/G | rade | Wt. (#/ft.) | #/ft.) Top Bottom Stage Cementer (MD) Depth | | | | | | of Sks. & of Cement | Slurry (BB | - 1 | Cement 7 | l'op* | Amount Pulled |
| 17.500 | | 75 H-40 | 48.0 | | 360 | | | | | 53 | | | | 0 | |
| 7.875 | 5.5 | 00 L-80 | 17.0 | 40 | 313 | | | | | 85 | 0 | | | 0 | |
| | - | | | | | | | | | | - | | | | |
| | | | | | _ | | | | | | - | | | - | |
| - | | | | | | | | | | | <u> </u> | | | | |
| 24. Tubing | Record | | | | | • | | | <u> </u> | - | | , , | | | |
| | Depth Set (M | 1D) P: | acker Depth | MD) | Size | Denth | Set (MI | D) E | acker De | nth (MD) | Size | De | pth Set (MI | D) T | Packer Depth (MD) |
| 2.875 | | 1489 | acker Deptil | (VID) | Size | Бери | i oci (ivii | '' | acker 15c | pui (wii) | 5120 | 1 50 | ptit Set (IVII | 7 | racker bepth (Mb) |
| 25. Producii | | | | | | 26. | Perforati | ion Reco | ord | | 1 | | | | |
| | ormation | | Тор | | Bottom | | Per | rforated | Interval | | Size | | lo. Holes | | Perf. Status |
| | LORIETA-Y | ESO | | 3338 | 44 | 100 | | | | O 4400 | 1.00 | | 34 | PROI | DUCING |
| B) | | | | | | | | | | | | | | | |
| C) | | | | | | | | | | | | | | | |
| D) · | | | | | | | | | | | | | | | |
| 27. Acid, Fr | acture, Treat | ment, Cer | nent Squeeze | , Etc. | | | | | | | | | | | |
| | Depth Interva | | | | | | | | | d Type of i | Material | | | | |
| | 33 | 38 TO 44 | 400 3893 GA | AL ACID, | 329,662# | SAND, | 3318 GA | L 10# GI | EL, 6753 (| GAL 20# | | | | | |
| - | | | _ | | | | | | | | | | | | |
| | | | | | | | | | | | | | | | |
| 28. Product | ion - Interval | Α | | | | | | | | | | | | | <u> </u> |
| Date First | Test | Hours | Test | Oil | Gas | V | /ater | Oil G | ravity | Gas | | Producti | on Method | | |
| Produced 09/18/2014 | Date 10/06/2014 | Tested 24 | Production | BBL 70,0 | MCF | 1.0 B | вь 434.0 | Corr. | API 37.0 | Gravi | ty | | ELECTR | | MPING UNIT |
| Choke | Tbg. Press. | Csg. | 24 Hr. | Oil | Gas | | /ater | Gas:C | | Well | Status | | LELCTR | IC FOR | WIFING OINT |
| Size | Flwg. | Press. | Rate | BBL | MCF | | BL, | Ratio | | | | | | | |
| 20- 0 1 | SI | L D | | | - | | | | 1157 | - ' | DO | | provals e review | lliw | |
| | tion - Interva | | Т | Oil | 10::- | 1 | Int | 01.6 | | | ting BL | √ap | provais | ed | |
| Date First Produced | Test Date | Hours Tested | Test Production | BBL | Gas MCF | | /ater BL | Oil Gi Corr. | | enb' | sequen | fly be | provais e review |)ς | |
| Choke | Tbg. Press. | Csg. | 24 Hr. | Oil | Gas | W | /ater | Gas:C | Dil | | seque I scanne | ed | · 10 |)/ | |
| Size | Flwg. Sl | Press. | Rate | BBL | MCF | В | BL | Ratio | | aire | | | · | | |

| 28b. Proc | luction - Inter | val C | | | | | | | | | | |
|---|--|---------------------------------------|--------------------|--|--|-----------------------------|-------------------------------------|-------------|-----------|-------------------|------------------|---|
| Date First Produced | Test Date | Hours Tested | Test Production | Oil BBL | Gas MCF | Water BBL | Oil Gravity Corr. API | Gas Grav | ity | Production Method | | |
| Choke Size | Tbg. Press. Flwg. SI | Csg. Press. | 24 Hr. Rate | Oil BBL | Gas MCF | Water BBL | Gas:Oil Ratio | Well | Status | <u> </u> | | |
| 28c. Prod | uction - Inter | val D | | L | L | ·I | | | | | | |
| Date First Produced | Test Date | Hours Tested | Test Production | Oil BBL | Gas MCF | Water BBL | Oil Gravity Corr. API | Gas Grav | rity | Production Method | | |
| Choke Size | Tbg. Press. Flwg. SI | Csg. Press. | 24 Hr. Rate | Oil BBL | Gas MCF | Water BBL | Gas:Oil Ratio | Well | Status | | - | |
| | sition of Gas TURED | Sold, used | for fuel, vent | ed, etc.) | | | | | | | | |
| Show tests, | nary of Porous all important including dep ecoveries. | zones of p | orosity and c | ontents there | eof: Cored in tool open, | ntervals and flowing and | all drill-stem shut-in pressures | : | 31. For | mation (Log) Ma | rkers | |
| | Formation | | Тор | Bottom | | Description | ms, Contents, etc. | | | Name | | Тор |
| YATES | | | 206 | 456 | | | NHYDRITE/ WA | | | TES | | Meas. Depth 206 |
| SEVEN RIVERS 456 GRAYBURG 1503 SAN ANDRES 1849 GLORIETA 3336 YESO 3393 PADDOCK 3466 BLINEBRY 3387 | | | | 1029 1849 3336 3393 3466 3887 | SHALE,SS*,ANHYDRITE,DOL*/O,G,W DOL*,SS*,SANDSTONE/ O,G,W* DOL*,CHERT/ OIL, GAS, WATER DOL,SS*/ OIL, GAS, WATER DOLOMITE/ OIL, GAS, WATER DOLOMITE/ OIL, GAS, WATER DOLOMITE/ OIL, GAS, WATER DOL*,SS*,SANDSTONE/ O,G,W* SEVEN RIVERS GRAYBURG 1849 GLORIETA YESO PADDOCK BLINEBRY | | | | | | | 456 1503 3080 3336 3393 3466 3387 |
| | | | | | | | | | , | | | |
| | tional remarks | | olugging proc | edure): | | | | | | | | <u> </u> |
| Wate Ther Que | er table-wate e is not a bas en T-1029' B ery-Didn't dr | r formatio se salt. -1503' Sili | tstone.sands | tone.anhv | drite/ water | | | | | | | |
| 1. EI | e enclosed atta ectrical/Mech indry Notice (| anical Log | | | | 2. Geologic 6. Core Ana | = | | . DST Re | port | 4. Direction | nal Survey |
| 34. I here | eby certify tha | t the foreg | | ronic Subm | ission #269 | 715 Verifie | rrect as determined by the BLM W | ell Infor | mation Sy | | ched instruction | ons); |
| Name | c(please print |) <u>PAIGE</u> F | FUTRELL | | | - Jan Gara | , | | ORY AN | ALYST | | |
| Signa | nture | (Electro | nic Submiss | on) | | | Date 10 | 0/09/201 | 4 | | | |
| | | | | | | | - | | | to make to any d | | |

Additional data for transaction #269715 that would not fit on the form

32. Additional remarks, continued

SS*: Siltstone Dol*: Dolomite O,G,W*: Oil, Gas, Water

.

Attachments- Frac Disclosure, OCD Forms C-102 & C-104. Logs mailed 10/09/2014.