

District I
1625 N. French Dr., Hobbs, NM 88248
District II
1301 W. Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S St. Francis Dr., Santa Fe, NM 87505

RECEIVED
NOV 24 2008
OIL CONSERVATION DIVISION
220 South St. Francis Dr.
Santa Fe, NM 87505

WELL API NO. / 30-025-37324
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. B0-0934
7. Lease Name or Unit Agreement Name New Mexico S State /
8. Well Number 44 /
9. OGRID Number 873 /
10. Pool name or Wildcat ✓ Penrose Skelly; GB / Eunice; SA, S
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3360' GL

SUNDRY NOTICES AND REPORTS ON WELLS
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS)

1. Type of Well: Oil Well Gas Well Other: ✓

2. Name of Operator
Apache Corporation

3. Address of Operator
6120 S Yale Ave, Suite 1500 Tulsa, OK 74136

4. Well Location
Unit Letter J : 2310 feet from the South line and 2310 feet from the East line
Section 2 Township 22S Range 37E NMPM County Lea

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

<p>NOTICE OF INTENTION TO:</p> <p>PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/></p> <p>TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/></p> <p>PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/></p> <p>DOWNHOLE COMMINGLE <input type="checkbox"/></p> <p>OTHER: <input type="checkbox"/></p>	<p>SUBSEQUENT REPORT OF:</p> <p>REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/></p> <p>COMMENCE DRILLING OPNS. <input type="checkbox"/> P AND A <input type="checkbox"/></p> <p>CASING/CEMENT JOB <input type="checkbox"/></p> <p>OTHER: DHC Grayburg / San Andres <input checked="" type="checkbox"/></p>
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13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Apache completed this well to the Grayburg (3678' - 3792') 9/21/2005 w/a RBP @ 3896' over the San Andres (3916' - 4278').

Operator Oversight:

- 1/13/06 POOH w/RBP @ 3896'.
- 1/17/06 Ran ESP equip. Intake @ 3822', bottom 3846'. Placed on production Grayburg/San Andres
- 5/18/06 Producing too much water. POOH w/prod equip and lay down.
- 5/19/06 Assemble larger ESP & RIH. Intake @ 4027', bottom @ 4067'.

DHC-4240

Spud Date: 08/30/2005

Rig Release Date:

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Amber Cooke TITLE Engineering Tech DATE 11/23/2009

Type or print name Amber Cooke E-mail address: amber.cooke@apachecorp.com PHONE: 918.491.4968

APPROVED BY: Mark Whitman TITLE Compliance Officer DATE 01/05/2010

Conditions of Approval (if any):