STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

NMOCD - ACOI 176-A

IN THE MATTER OF APOLLO ENERGY, L.P.,

Respondent.

<u>AMENDED</u> AGREED COMPLIANCE ORDER

Pursuant to Ordering Paragraph 1 of Inactive Well Agreed Compliance Order 176 (ACOI 176), the Director of the Oil Conservation Division ("OCD") hereby amends that order as follows:

FINDINGS

1. Ordering Paragraph 1 of Inactive Well Agreed Compliance Order 176 (ACOI 176) states that upon application by Apollo Energy, L.P. ("Apollo"), the OCD may amend the order for additional three-month periods to allow sufficient time for Operator to obtain a ruling on its pending waterflood application.

2. To date the OCD has not ruled on Apollo's waterflood application.

3. Apollo filed a timely request for an extension of ACOI 176.

CONCLUSIONS

1. The wells identified on Exhibit A to ACOI 176 should be kept off the inactive well list for Apollo for an additional 3-month period to allow time for Apollo to obtain a ruling on its waterflood application.

ORDER

1. The OCD shall remove the wells identified on Exhibit A to ACOI 176 from the inactive well list for Apollo until March 31, 2008.

2. Apollo may seek additional amendments if the OCD has not ruled on its waterflood application.

3. All other terms of ACOI 176 remain in effect, including the requirement that Apollo return at least 2 of the wells identified on Exhibit A to ACOI 176 to compliance by December 31, 2007, or be subject to penalties as set out in ACOI 176.

Done at Santa Fe, New Mexico this 20 day of December 2007 By: _______ B____Mark Fesmire, P.E.

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Director, Oil Conservation Division

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