



October 7, 2002

Offset Operator

**Re: Application to Expand Waterflood Project
Northeast Drinkard Unit
Well No. 145 & 240
Eunice N., Blinbry-Tubb-Drinkard
Lea County, New Mexico**

Attached please find a copy of completed form C-108 with attachments and a plat of Apache Corporation's lease, which we have filed with the New Mexico Oil Conservation Division. The plat shows the referenced wells in relation to your offset operations.

Sincerely,

APACHE CORPORATION

A handwritten signature in black ink that reads "Kara Coday". The signature is fluid and cursive, with the first name "Kara" being more prominent.

Kara Coday
Sr. Engineering Technician

Attachments

cc: State of New Mexico
Energy, Minerals & Natural Resources Dept.
Oil Conservation Division
1220 South St. Francis Drive
Santa Fe, New Mexico 87505