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August 30, 2011

Cuse 14735

Florene Davidson Oil Conservation Division 1220 South St. Francis Drive Santa Fe, New Mexico 87505

Dear Florene:

Enclosed for filing, on behalf of Apache Corporation, are an original and one copy of an application for approval of a unit agreement, together with a proposed advertisement. The advertisement has also been e-mailed to the Division. Please re-set this matter for the September 29, 2011 Examiner hearing. Thank you.

Very truly yours,

Attorney for Apache Corporation

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BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION RECEIVED OCD

APPLICATION OF APACHE CORPORATION FOR APPROVAL OF A UNIT AGREEMENT, LEA COUNTY, NEW MEXICO.

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Case No	14735	

APPLICATION

Apache Corporation applies for an order approving the Unit Agreement for the proposed West Tatum State Exploratory Unit Area, and in support thereof, states:

1. Applicant is a working interest owner in, and the operator of, the proposed West Tatum State Exploratory Unit Area, an exploratory unit comprising 4,440.00 acres of state lands in Lea County, New Mexico, described as follows:

Township 12	South, Range 35 East, N.M.P.M.
Section 14:	N ¹ / ₂ , N ¹ / ₂ SW ¹ / ₄ , SE ¹ / ₄ SW ¹ / ₄ , and SE ¹ / ₄
Section 23:	All
Section 25:	Ali
Section 26:	All
Section 34:	All
Section 35:	All
Section 36:	All

2. Applicant has obtained preliminary approval of the Unit Agreement from the Commissioner of Public Lands.

3. Approval of this application will prevent waste, protect correlative rights, and conserve natural resources.

WHEREFORE, applicant requests that, after hearing, the Division enter its order approving the relief requested herein.

Respectfully submitted,

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James Bruce Post Office Box 1056 Santa Fe, New Mexico 87504 (505) 982-2043

Attorney for Apache Corporation

PROPOSED ADVERTISEMENT

Case No. 14735

Application of Apache Corporation for approval of a unit agreement, Lea County, New Mexico: Applicant seeks approval of the Unit Agreement for the West Tatum State Exploratory Unit Area, comprising 4440 acres of state lands covering all or part of Sections 14, 23, 25, 26, and 34-36, Township 12 South, Range 35 East, NMPM. The proposed unit area is centered approximately 3-1/2 miles west of Tatum, New Mexico.

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