

DISTRICT I --- CHECKLIST FOR INTENTS TO DRILL

Operator Apache Corp

OGRID # 873

Well Name & # Hawk B-1 # 55

Surface Type F : S : P

Location K-8-215-37e

Sub-Surface Type F : S : P

A. DATE C101 rec'd 8/25/09

C101 reviewed 8/27/09

B. Put Check Mark if OK on Form:

OGRID ☒ BONDING ☒ PROP CODE ☒ WELL # ☒

Signature ☒

Inactive Well list as of: 8/27/09 # well 1740 # inactive wells 3

1. District Grant APD but see number of inactive wells:

NO Letter required ☒; Sent Letter to Operator ☐ to Santa Fe ☐

Additional Bonding as of: 8/27/09

2. District Denial because operator needs addition bonding:

NO Letter required ☒; Sent Letter to Operator ☐ To Santa Fe ☐

3. District Denial because of Inactive Well list and Financial Assurance:

NO Letter required ☒: Sent Letter to Operator ☐ To Santa Fe ☐

C. C-102 YES ☒ NO ☐ Signature ☒

1. Pool Penrose Skelly GB, code 50350

a. Dedicated acreage 40, What Units K

b. SUR. Location Standard ☒; Non-Standard Location ☐

2. 2nd Operator in same acreage, Yes ☐ No ☒

If Yes, Name of 2nd Oper. ☐

Agreement Letter ☐ Disagreement letter ☐

3. Intent to Directional Drill YES_____, NO ☒

a. Dedicated acreage_____, What Units_____

b. Bottomhole Location Standard _____; Non-Standard_____

4. POTASH Area YES_____, NO ☒

D. Blowout Preventer YES ☒, NO_____

E. H2S YES ☒, NO_____

F. C-144 Pit Registration YES ☒, NO_____

G. Does APD require Santa Fe Approval:

Non-Standard location: YES_____, NO ☒, ORDER # NSL-

Non-Standard proration: YES_____, NO ☒, ORDER # NSP -

Simultaneous Dedication (share acreage) YES_____, NO ☒, ORDER # SD -

Number of wells 1, Plus # 55

Injection order YES_____, NO ☒,

ORDER # PMX - or ORDER # WFX

SWD order YES_____, NO ☒, ORDER # SWD -

H. Holding for:

I. OCD Approval Date 8/28/02

API # 30-0 25- 39511