District I 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztec, NM 87410 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 State of New Mexico Energy Minerals and Natural Resources

Oil Conservation Division

1220 South St. Francis Dr.

Santa Fe, NM 87505

HOBBS OCD

DEC 27 2012

Form C-101 June 16, 2008

Submit to appropriate District Office

RECEIVED AMENDED REPORT

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

Apache Corp., 303 Veterans Airpark Ste. 3000, Midland, TX 79705									873 ³ API Number 30 - 025-21926				
Property Code Property Name								° Well No.					
3	302374				V Laughlin				004			004	
	⁹ Proposed Pool 1 Eunice Monument; Grayburg-San Andres							¹⁰ Proposed Pool 2					
⁷ Surface Location													
UL or lot no.	Section	Tow	nship	Range	Lot I	dn	Feet from the North/South line		outh line	Feet from the	Ea	ist/West line	County
A`	09	20	DS	37E			660	North		660		East	Lea
⁸ Proposed Bottom Hole Location If Different From Surface													
UL or lot no.	UL or lot no. Section Tow		nship	Range	Lot Idn		Feet from the	North/South line		Feet from the	Ea	ast/West line	County
Additional Well Information													
¹¹ Work Type Code				12 Well Type Code			13 Cable/Rotary		¹⁴ Lease Type Code		¹⁵ Ground Level Elevation		
	P			G		R	R		Р		3553'		
	¹⁶ Multiple				¹⁷ Proposed Depth		18 Formation			¹⁹ Contractor		²⁰ Spud Date	
· N				3846'	Grayburg							1	1/14/1966

²¹ Proposed Casing and Cement Program

Hole Size	Casing Size	Casing weight/foot	Setting Depth	Sacks of Cement	Estimated TOC
12-1/4"	9-5/8" & 10-3/4"	25.6# & 40.5#	1208'	600 sacks	
8-3/4"	5-1/2"	15.5# & 17#	6807'	1100 sacks	
				·	
			······································	1	

²² Describe the proposed program. If this application is to DEEPEN or PLUG BACK, give the data on the present productive zone and proposed new productive zone. Describe the blowout prevention program, if any. Use additional sheets if necessary.

Apache would like to drill out all plugs, squeeze the Queen and Penrose, perforate, and acid stimulate the Grayburg as per the attached procedure.

Penmit Expires 2 Years From Approvel Date Unless Drilling Underway

²³ I hereby certify that the information given above is true and complete to of my knowledge and belief.	the best OIL CONSERVATION DIVISION			
Signature:	Approved by:			
Printed name: Fatima Vasquez	Title: Petroleum Engineer			
Title: Regulatory Tech I	Approval Date: 01/03/12 Expiration Date:			
E-mail Address: Fatima.Vasquez@apachecorp.com				
Date: 12/21/2012 Phone: (432) 818-1015	Conditions of Approval Attached			

District I 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, Artesia, NM 88210 District III 1000 Rio Brazos Rd., Aztec, NM 87410 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

Form C-102 Revised October 12, 2005 Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

1	•		² Pool Code		³ Pool Name							
30-025-21926		23000		Eunice Monument; Grayburg-San Andres								
⁴ Property (Code	⁵ Property Name								' Well Number		
302374		V Laughlin		00	004							
⁷ OGRID !	No.			[°] Elevation								
873		Apache Corporation: 303 Veterans Airpark Lane, Suite 3000 Midland, TX 79705								3553'		
¹⁰ Surface Location												
UL or lot no.	Section	Township	Range Le		Feet from the	North/South line	Feet from the	East/We	st line	County		
А	09	20S	37E		660	North	660	East	L	_ea		
¹¹ Bottom Hole Location If Different From Surface												
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/We	st line	County		
¹² Dedicated Acres	¹⁰ Joint or	r Infill ¹⁴ Co	nsolidation	Code ¹⁶ Or	der No.							
40												

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

16				¹⁷ OPERATOR CERTIFICATION
			, en	I hereby certify that the information contained herein is true and complete to
				the best of my knowledge and belief, and that this organization either owns a
			640'	working interest or unleased mineral interest in the land including the
		ح ا		proposed bottom hole location or has a right to drill this well at this location
		ן	્રિ	pursuant to a contract with an owner of such a mineral or working interest,
				or to a voluntary pooling agreement or a compulsory pooling order
		L {		heretofore entered by the division.
				12/21/2012
				Signature Date
				Fatima Vasquez
				Printed Name
				·
				19
				¹⁸ SURVEYOR CERTIFICATION
				I hereby certify that the well location shown on this plat
				was plotted from field notes of actual surveys made by
				me or under my supervision, and that the same is true
				and correct to the best of my belief.
				and correct to the best of my beinej.
	·····	· · · · · · · · · · · · · · · · · · ·		Date of Survey
				Signature and Seal of Professional Surveyor:
	}			
				Certificate Number
			L.,	

V. Laughlin #4 API # 30-025-21926 Sec 9, T20S, R37E Elevation: 3554' KB, 3542' GL TD: 6,809' PBTD: 3,156' Casing Record: 9-5/8'' 25# @ 1208' w/ 600 sxs 5-1/2'' 15.5# &17# @ 6807' w/ 1100 sxs

Perfs: Queen: 3,206'-3,446' (374 holes) (Temporary Abandoned w/ CIBP @ 3,156') Penrose: 3,471'-3,497' (56 holes) (Temporary Abandoned w/ CIBP @ 3,465') Tubb: 6,420'-6,491' (13 holes) (Abandoned w/ CIBP @ 3,700' & 6,380') Tubb: 6,532'-6,678' (13 holes)

Objective: Drill out all plugs, squeeze the Queen and Penrose, perforate, and acid stimulate the Grayburg.

AFE: PA-13-3024

- 1. MIRU unit. Check pressure on well.
- 2. ND WH. NU BOP. PU and RIH w/ 3-7/8" bit, bit sub, and drill collars on 2-7/8" J-55 tubing to be used as work string to CIBP @ 3,156'. RU reverse unit and break circulation. Drill out CIBP or push to next plug at ± 3,465'. POOH.
- 3. RIH w/ CICR on WS and set at \pm 3,150'. Sting into CICR.
- 4. MIRU cement Service Company. Establish injection rate into perforations. Pump cement as dictated by injection rate. Hesitate squeeze perforations per Monument office recommendations. Displace to bottom perf with 18 bbls of flush.
- 5. Sting out of CICR and POOH w/ WS.
- 6. PU and RIH w/ 3-7/8" bit, bit sub and drill collars on WS. Tag CICR. RU reverse unit and break circulation. Drill out CICR and cement to 3,465'. Test casing squeeze to 500 psi. *If squeeze does not test, repeat step 3-6.*
- 7. Continue to drill out CIBP at 3,465'. Continue in hole and clean well out to CIBP @ \pm 3681'. POOH.
- 8. RIH w/ CICR on WS and set at \pm 3,465'. Sting into CICR.
- 9. MIRU cement Service Company. Establish injection rate into perforations. Pump cement as dictated by injection rate. Hesitate squeeze perforations per Monument office recommendations. Displace to bottom perf with 20 bbls of flush.
- 10. Sting out of CICR and POOH w/ WS.
- 11. PU and RIH w/ 3-7/8" bit, bit sub and drill collars on WS. Tag CICR. RU reverse unit and break circulation. Drill out CICR and cement to 3,681'. Test casing squeeze to 500 psi. *If squeeze does not test, repeat step 8-11.*
- 12. Continue to drill out CIBP and cement at 3,700'. Continue in hole and clean well out to cement $@\pm 6,350'$. Circulate hole clean. Test casing to 500 psi. POOH.
- 13. MIRU WL. TIH w/ perforating guns and perforate the Grayburg from 3,708'-3,780' (72') and 3,796'-3,846' (50') w/ 2 jspf using Connex 0.5" diameter BH charges (244 holes).

- 14. TOH w/ perforating guns. RDMO wire-line
- 15. RIH w/ SN and packer on 2-7/8" WS. Spot 200 gallons of 15% acid across new perforations. TOH and set PKR just above new perforations at ± 3,658'. Test backside to 500 psi.
- 16. MIRU acid services. Acidize the Grayburg (3,708-3,846) with 6000 gallons 15% NEFE HCL w/ additives using 350 ball sealers to divert evenly spaced through the job at a max rate. Max treating pressure not to exceed 6000 psi at surface. Maintain treating pressure between 2000-3000 psi as directed by Monument team to stay below frac pressure and most effectively treat the well. Displace to bottom perf with 22 BBLS of flush. Surge balls.
- 17. Release PKR and TIH to knock balls off perforations. TOH and set PKR at 3,658'.
- 18. RU swab equipment and recover load and swab test for fluid entry and oil cut. Report results to Midland. RD swab equipment. *If unproductive, SI for future evaluation or plugging*
- 19. Kill well if necessary. Release PKR and TOH.
- 20. RIH w/ production tubing and rods as per the Monument office specifications.
- 21. RDMOPU. Set pumping unit, install electric and automation and return well to production and place into test for 10 days.

