

PNRM0803853690

C-103 Received 1-22-2008

DHC No. Assigned 2-7-2008

Order Number HOB-0215A		API Number 30-025-38369		Operator Apache Corporation		County Lea									
Order Date		Well Name Hesteriz		Number 007		Location									
						<table border="1"> <tr> <td>N</td> <td>12</td> <td>205</td> <td>38E</td> </tr> <tr> <td>UL</td> <td>Sec</td> <td>T (+Dir)</td> <td>R (+Dir)</td> </tr> </table>		N	12	205	38E	UL	Sec	T (+Dir)	R (+Dir)
N	12	205	38E												
UL	Sec	T (+Dir)	R (+Dir)												
Pool 1	33225	House Blinebry, South	36%	39%											
Pool 2	78760	House Tubb	39%	36%											
Pool 3	33250	House Drinkard	25%	25%											
Pool 4															
Comments: <table border="1"> <tr> <td>Work completed effective</td> <td>_____</td> </tr> <tr> <td>Work cancelled effective</td> <td>_____</td> </tr> </table>								Work completed effective	_____	Work cancelled effective	_____				
Work completed effective	_____														
Work cancelled effective	_____														

Posted to
RBBMA
2-7-2008

30-025-38369

HOB-0215-A

DOWNHOLE COMMINGLE CALCULATIONS:

OPERATOR: Apache Corporation

PROPERTY NAME: Hester 12

WNULSTR: 7-N, 12-20-38

SECTION I:

ALLOWABLE AMOUNT

33225	POOL NO. 1	<u>House Blinebry, South</u>	<u>142</u>	<u>284</u>	MCF 2000
78760	POOL NO. 2	<u>House Tubb</u>	<u>142</u>	<u>284</u>	MCF 2000
33250	POOL NO. 3	<u>House Drinkard</u>	<u>142</u>	<u>284</u>	MCF 2000

POOL NO. 4 _____ MCF

POOL TOTALS 426 852

SECTION II:

POOL NO. 1 House Blinebry, South

Oil

Gas

36%

39%

POOL NO. 2 House Tubb

39% X 426 = 166.14

36%

POOL NO. 3 House Drinkard

25%

25%

POOL NO. 4 _____

OIL

GAS

SECTION III:

142 ÷ 39% = 364.10 (365)

SECTION IV:

365 X 36 = 131.40 (132)

365 X 39 = 142.35 (142)

365 X 25 = 91.25 (91)

Submit 3 Copies To Appropriate District Office
 District I
 1625 N French Dr., Hobbs, NM 88240
 District II
 1301 W. Grand Ave., Artesia, NM 88210
 District III
 1000 Rio Brazos Rd., Aztec, NM 87410
 District IV
 S St Francis Dr., Santa Fe, NM 87505

State of New Mexico
 Energy, Minerals and Natural Resources

Form C-103
 May 27, 2004

OIL CONSERVATION DIVISION
 1220 South St. Francis Dr.
 Santa Fe, NM 87505

WELL API NO.	30-025-38369
5. Indicate Type of Lease	STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.	N/A
7. Lease Name or Unit Agreement Name	Hester 12
8. Well Number	7
9. OGRID Number	00873
10. Pool name or Wildcat	House; Blinebry S, Tubb, Drinkard

SUNDRY NOTICES AND REPORTS ON WELLS
 (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS)

1. Type of Well: Oil Well Gas Well Other

2. Name of Operator
 Apache Corporation

3. Address of Operator 6120 S Yale Ave, Suite 1500
 Tulsa, OK 74136-4224

4. Well Location
 Unit Letter N : 990 feet from the South line and 2310 feet from the West line
 Section 12 Township 20S Range 38E NMPM County Lea

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
 3,546' GR

Pit or Below-grade Tank Application or Closure

Pit type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____

Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>	
OTHER: Request DHC: Blinebry/Tubb/Drinkard <input checked="" type="checkbox"/>		OTHER: <input type="checkbox"/>	

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Pursuant to Division Order R-11363

Pool Names: House; Blinebry South 33225
 House; Tubb 78760
 House; Drinkard 33250

Perforations:

BLINEBRY 6036-40, 52-56, 6096-6100, 6185-89, 6258-62, 6314-18' 2 JSPF
 TUBB 6542-46, 6604-08, 44-48, 6718-22, 52-56, 6811-15' 2 JSPF
 DRINKARD 6948-52, 6978-82, 6991-95, 7006-10, 7026-30' 2 JSPF

The allocation method will be as follows:

	Test 28 BO	X 167 MCF	X 153 BW		
Bluebry	10 BO	36%	65 MCF	39%	60 BW 39%
Tubb	11 BO	39%	60 MCF	36%	36 BW 24%
Drinkard	7 BO	25%	42 MCF	25%	57 BW 37%
TOTAL	28 BO	100%	167 MCF	100%	153 BW 100%

Downhole commingling will not reduce the value of these pools.
 Ownership is the same for each of these pools.

DHC Order No: HOB-0215-A

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines , a general permit or an (attached) alternative OCD-approved plan .

SIGNATURE Sophie Mackay TITLE Engineering Tech DATE 01/17/2008

or print name Sophie Mackay E-mail address: sophie.mackay@apachecorp.com telephone No. (918)491-4864

For State Use Only

APPROVED BY: Chris Williams TITLE OC DISTRICT SUPERVISOR/GENERAL MANAGER DATE FEB 07 2008
 Conditions of Approval (if any):

RECEIVED
 JAN 22 2008
 HOBBS OCD

District I
 1625 N French Dr., Hobbs, NM 88240
 Phone (505) 393-6161 Fax (505) 393-0720

District II
 1301 W Grand Ave., Artesia, NM 88210
 Phone (505) 748-1283 Fax (505) 748-9720

District III
 1000 Pao Brazos Rd., Aztec, NM 87410
 Phone (505) 334-6178 Fax (505) 334-6170

District IV
 1220 S St Francis Dr., Santa Fe, NM 87505
 Phone (505) 476-3470 Fax (505) 476-3462

State of New Mexico
 Energy, Minerals and Natural Resources

Form C-102
 Permit 30686

Oil Conservation Division
 1220 S. St Francis Dr.
 Santa Fe, NM 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number 30-025-38369	2. Pool Code 33225	3. Pool Name HOUSE, BLINEBRY, SOUTH
4. Property Code 34153	5. Property Name HESTER 12	6. Well No. 007
7. OGRID No S73	8. Operator Name APACHE CORP	9. Elevation 3546

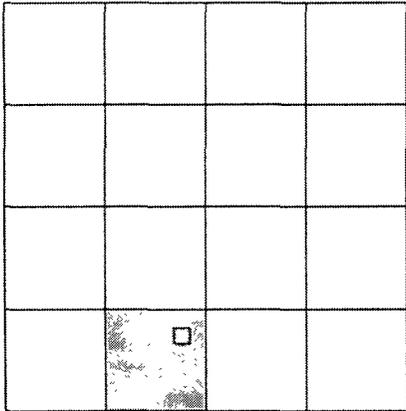
10. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
N	12	20S	38E		990	S	2310	W	LEA

11. Bottom Hole Location If Different From Surface

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
12. Dedicated Acres 40.00		13. Joint or Infill		14. Consolidation Code			15. Order No		

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

	<p>OPERATOR CERTIFICATION</p> <p><i>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 working interest or unleased mineral interest in the land including the proposed bottom hole location(s) or has a right to drill this well at this location 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 heretofore entered by the division</i></p> <p>E-Signed By: Lana Williams Title: Sr. Department Clerk Date: 4/5/2007</p>
	<p>SURVEYOR CERTIFICATION</p> <p><i>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.</i></p> <p>Surveyed By: GARY EIDSON Date of Survey: 5/31/2006 Certificate Number: 12641</p>

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1220 S. St Francis Dr.
Santa Fe, NM 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

1 API Number 30-025-38369	2 Pool Code 78760	3 Pool Name HOUSE,TUBB
4 Property Code 34153	5 Property Name HESTER 12	6 Well No. 007
7 OGRID No. 873	8 Operator Name APACHE CORP	9. Elevation 3546

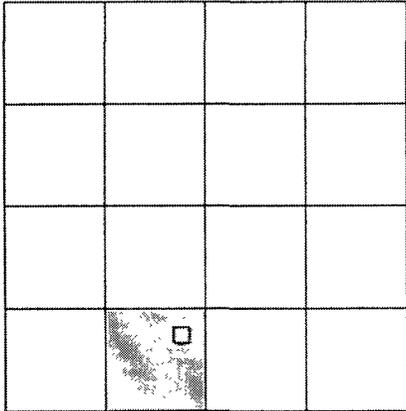
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Oil Conservation Division
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 Santa Fe, NM 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

1 API Number 30-025-38369	2 Pool Code 33250	3. Pool Name HOUSE,DRINKARD
4 Property Code 34153	5 Property Name HESTER 12	6. Well No. 007
7 OGRID No. 873	8. Operator Name APACHE CORP	9. Elevation 3546

10. Surface Location

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