UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deeper or reentry to a different reservoir.

Use "APPLICATION FOR PERMIT" For such proposals

FORM APPROVED

Budget Bureau No 1004-0135

Lease Designation and Ser. No

NM 7993

6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE

DEGET VIS

7. If Unit or CA, Agreement Designation NMNM71312

1. Type of Well:

Oil Well XX Gas Well

) the s

y - 4 1330 8. Well

8. Well Name and No.

Tapacitos Comer(2

2. Name of Operator

Apache Corporation

3. Address and Telephone No.

2855 Southside River Road, Farmington, NM

87401 505-325-0318

9. API Well No. 30-039-21934

10. Field and Pool, or Exploratory Area

Gavilan Mancos

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

1545' FSL, 790' FEL, NW SW Sec. 25 T26N-R2W

11. County or Parish, State

Rio Arriba NM

12. CHECK APPROPRIATE BOX(s)TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION		TYPE OF ACTION
Notice of Intent XX Subsequent Report Final Abandonment Notice	Abandonment Recompletion Plugging Back Casing Repair Altering Casing Other (Note: Report results of multiple com	Change of Plans New Construction Non-Routine Fracturing Water Shut-Off Conversion to Injection Water water water water water water

^{13.} Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.

See Attachment:

14. I Certify that the foregging is true and correct
Signed Jacober 26, 1998 Production Foreman Date: October 26, 1998
(This space for Federal or State office use)
Approved by All 7. Buckeyes ritle for Land + Minual Resources Date Nov 2, 1998
Conditions of approval, if any: Extension of Temp SI status approved until Nov 2, 1999. Title 18 U.S.C. Section 1001, makes it a crime for any page 1999.
Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly to make to any department or agency to the United States any false, fictitious or

Fraudulent statements or representations as to any matter within its jurisdiction.

Tapacitos A #2 RE: NM NM 71312 3160 (010)

Apache Corporation requests an extension of Shut-in Status on the subject well because the well is currently on a divestiture list which was due to hit the market this fall and the well may have some value to a prospective purchaser.

With the precipitous drop in oil prices, the sales package may be delayed somewhat. In the condition that the well currently exists, it may have some value to a potential purchaser in that future technological and economic developments may make the well profitable to operate and may prove up additional reserves. If the well is plugged and abandoned, it certainly would have no future utility and most certainly could not be used to generate royalty income for the United States.

If Apache Corporation is required to set a bridge plug above the perfs and pressure test the casing for a MIT, Apache would have to look at just plugging the well. Apache Corporation would prefer to leave the well in a state that would allow it to be economically returned to production if conditions prevail that allow that.

The 47 Barrels of oil stock on location will need to be hot-oiled and the water drained off prior to selling. Apache Corporation will attempt to have this oil sold by January 1, 1999.

Apache Corporation does check the well monthly and has not seen any indications of casing failure or any environmental problems at the site. In as much as this well may have some future value and does not pose an environmental threat, Apache Corporation requests the extension of the Shut-in Status.