

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

RECEIVED OIL CONSERVATION DIVISION MAR 31 2010 HOBSOCD

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

WELL API NO. 30-025-39653
5. Indicate Type of Lease STATE [] FEE [X]
6. State Oil & Gas Lease No. NA
7. Lease Name or Unit Agreement Name Merit
8. Well Number 2
9. OGRID Number 873
10. Pool name or Wildcat House; Blinebry/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: [X] Oil Well [] Gas Well [] Other: []
2. Name of Operator Apache Corporation
3. Address of Operator 6120 S Yale Ave, Suite 1500 Tulsa, OK 74136
4. Well Location Unit Letter O : 440 feet from the South line and 1675 feet from the East line Section 11 Township 20S Range 38E NMPM County Lea
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3568' GL

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

NOTICE OF INTENTION TO:
PERFORM REMEDIAL WORK [] PLUG AND ABANDON []
TEMPORARILY ABANDON [] CHANGE PLANS []
PULL OR ALTER CASING [] MULTIPLE COMPL []
DOWNHOLE COMMINGLE []
OTHER: Request DHC Blinebry/Tubb/Drinkard [X]
SUBSEQUENT REPORT OF:
REMEDIAL WORK [] ALTERING CASING []
COMMENCE DRILLING OPNS. [] P AND A []
CASING/CEMENT JOB []
OTHER: []

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 33230 House; Tubb 78760 House; Drinkard 33250
Proposed Perforations: Blinebry: 6092' - 6562' Tubb: 6696' - 6879' Drinkard: 7030' - 7116'

The allocation method will be as follows based on offset production (see attached application for exception to Rule 303-C)

Table with 4 columns: Pool Name, OIL, GAS, WATER. Rows: House; Blinebry (28%, 35%, 43%), House; Tubb (9%, 18%, 13%), House; Drinkard (63%, 47%, 44%)

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

DHC - HOB - 0366

Spud Date: []

Rig Release Date: []

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Amber Cooke TITLE Engineering Tech DATE 03/30/2010

Type or print name Amber Cooke E-mail address: amber.cooke@apachecorp.com PHONE: 918.491.4968

For State Use Only

APPROVED BY: [Signature] TITLE PETROLEUM ENGINEER DATE APR 01 2010
Conditions of Approval (if any):