

Office

Energy, Minerals and Natural Resources

June 19, 2008

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

87505

RECEIVED

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

MOBBSOCD

WELL API NO.

30-025-37609

5. Indicate Type of Lease

STATE ☒ FEE ☐

6. State Oil & Gas Lease No.

BO-0934-0016

7. Lease Name or Unit Agreement Name

New Mexico S State

8. Well Number 049

9. OGRID Number

873

10. Pool name or Wildcat

Penrose Skelly; Grayburg/Eunice; SA, South

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

303 Veterans Airpark Lane, Suite 3000 Midland, TX 79705

4. Well Location

Unit Letter F : 2310 feet from the North line and 2310 feet from the West line

Section 2 Township 22S Range 37E NMPM County Lea

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

3661' GR

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: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐COMMENCE DRILLING OPNS. ☐ P AND A ☐CASING/CEMENT JOB ☐OTHER: RECOMPLETION ☒

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.

Apache recompleted this well in the Grayburg and intends to commingle with the San Andres, per DHC-4306:

9/14/2010 MIRUSU - POOH w/prod equip

9/15/2010 RIH & set CBP @ 4150'. Perf Upper San Andres @ 3863-67', 3918-28', 3970-74', 4078-84' w/2 SPF, 52 holes. Spot 5.1 bbl HCL across perms. Acidize U. San Andres w/3000 gal HCL, flush w/33.4 bbl 2% KCL.

9/16/2010 Swab 9 hrs

9/17/2010 RIH & set CBP @ 3840'. Perf Grayburg @ 3696-98', 3723-27', 3759-63', 3786-90' w/4 SPF, 60 holes. Acidize w/1500 gal HCL, flush w/29.3 bbl 2% KCL.

9/20/2010 Frac Grayburg w/43,176 gal SS-25, 63,515# sand, flush w/3486 gal 25# linear gel.

9/21/2010 Wash sand to CBP @ 3840'. Circ clean.

9/22/2010 Swab 9 hrs

9/23/2010 Clean fill & RIH w/prod equip

9/24/2010 Started pumping; producing Grayburg only.

Spud Date:

02/06/2006

Rig Release Date:

02/13/2006

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

SIGNATURE

Reesa Holland

TITLE Sr. Engr Tech

DATE 10/04/2010

Type or print name Reesa Holland

E-mail address: Reesa.Holland@apachecorp.com

PHONE: 432/818-1062

For State Use Only

APPROVED BY:

[Signature]

TITLE

PETROLEUM ENGINEER

DATE

NOV 02 2010

Conditions of Approval (if any):

2A Eunice San Andres South