District I State of New Mexico Form C-103 1625 N. French Dr., Hobbs, NM 88240 Permit 126090 Energy, Minerals and Natural Resources Phone:(505) 393-6161 Fax:(505) 393-0720 WELL API NUMBER District II Oil Conservation Division 1301 W. Grand Ave., Artesia, NM 88210 30-025-39899 Phone:(505) 748-1283 Fax:(505) 748-9720 1220 S. St Francis Dr. Santa Fe, NM 87505 Indicate Type of Lease 1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170 P District IV 1220 S. St Francis Dr., Santa Fe, NM 87505 6. State Oil & Gas Lease No. Phone:(505) 476-3470 Fax:(505) 476-3462 SUNDRY NOTICES AND REPORTS ON WELLS 7. Lease Name or Unit Agreement Name V LAUGHLIN (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFRENT RESERVIOR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH 8. Well Number PROPOSALS.) 1. Type of Well:O 2. Name of Operator 9. OGRID Number APACHE CORP 873 10. Pool name or Wildcat 3. Address of Operator 303 Veterans Airpark Lane, Suite 3000, Midland, TX 79705 4. Well Location Unit Letter 950 N 2310 line and feet from the feet from the 1ine Township 20S 37E NMPM Lea Range Section County 11. Elevation (Show whether DR, KB, BT, GR, etc.) 3550 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_ mil Below-Grade Tank: Volume____ bbls; Construction Material Pit Liner Thickness:_ 12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF: PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK ALTER CASING COMMENCE DRILLING OPNS. PLUG AND ABANDON TEMPORARILY ABANDON CHANGE OF PLANS PULL OR ALTER CASING MULTIPLE COMPL CASING/CEMENT JOB Other: Other: Drilling/Cement X 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. Please see attached for work detail. See Attached 11/27/2010 Spudded well. Casing and Cement Program Csg Weight Grade 1" Pres Pres Open Fluid Hole Est Dpth Sacks Yield String Class Dpth Held Drop Hole Type Size TOC Set 48 H-40 1010 C 11/28/10 Surf 17.5 13.375 0 1197 12/04/10 11 8.625 32 J55 355 2.46 50:50 POZ 0 4805 Int1 12/04/10 Int1 11 8.625 32 J55 0 4805 300 12/04/10 Int1 11 8.625 32 J55 0 4805 1050 2.44 50:50:10 P 200

17 J55

been/will be constructed or closed according to NMOCD guidelines , a general permit or an (attached) alternative OCD-approved plan

TITLE

TITLE Geologist

0 7714

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

925

E-mail address bobby.smith@apachecorp.com Telephone No. 432-818-1020

C

DATE 1/20/2011

DATE 1/21/2011 1:58:37 PM

12/12/10 Prod

For State Use Only:

SIGNATURE Electronically Signed

Type or print name Bobby Smith

APPROVED BY: Paul Kautz

7.875

5.5

ADDITIONAL WORK DETAIL FOR V LAUGHLIN #8 - API#30-025-39899

11/27/10 SURF CSG STRING @ 1197'; HOLE SIZE 17.5, STRING SIZE 13.375, TYPE H-40, WGHT 48.0, 1010 SKS OF CEMENT, CLASS C, CIRC 160 SKS TO SURF.

12/3/10 LOST AVG 35 BBLS HR F/ 3782' TO 4515' LOST FULL RETURNS @ 4515' & DRY DRILLED TO 4553'

12/4/10 - INTER CSG STRING @ 4805'; HOLE SIZE 11.0, STRING SIZE 8.625, TYPE J-55, WGHT 32.0, PUMPED 1ST CEMENT STAGE - 60 BBLS SEALBOND SPACER AHEAD. LEAD W/ 155 SKS 50:50 POZ MIXED @ 11.8 PPG @ 2.46 CF/SK 13.59 GAL/SK = 50 BBLS MIXING H20 = 67 BBLS SLY TAIL W/ 200 SKS CLASS H MIXED @ 14.8 PPG @ 1.51 CF/SK 7.08 GAL/SK = 33 BBLS MIXING H20 = 52 BBLS SLY DROPPED PLUG DISPLACED W/ 290 BBLS FW BUMP PLUG @ 20:45 HR 12-4-10 320 PSI PRIOR; 566 PSI BP INFLATED PACKER W/ 1494 PSI DROPPED OPENING BOMB & WAITED 22 MIN OPENED DV TOOL W/ 612 PSI ATTEMPTED TO BREAK CIRCULATION (UNSUCCESSFUL)

12/5/10 - 2ND CEMENT STAGE - PUMPED 2ND STAGE W/ 20 BBLS FW AHEAD 60 BBLS SEALBOND 5 BBLS FW SPACER 84 BBLS THIXOTROPIC = 300 SKS DISPLACED W/ 255 BBLS 180 BBLS INTO DISPLACMENT STARTED GAINING PARTIAL RETURNS 10 BBLS F/ BUMPING PLUG APPEARED TO HAVE FULL RETURNS CLOSED DV TOOL W/ 2239 PSI / 650 PSI PRIOR BUMPED PLUG @ 09:30 12-5-10 CIRCULATED 0 BBLS CMT TO PIT

 $12/6/10 - 3^{RD}$ CEMENT STAGE - LEAD W/ 750 SKS 50:50:10 POZ MIXED @ 11.8 PPG @ 2.44 CF/SK 14.07 GAL/SK = 250 BBLS MIXING H20 = 325 BBLS SLY TAIL W/ 300 SKS CLASS C MIXED @ 14.8 PPG @ 1.33 CF/SK 6.33 GAL/SK = 45 BBLS MIXING H20 = 71 BBLS SLY DISPLACED W/ 219 BBLS FW CIRCULATED 40 BBLS = 168 SKS TO PIT SHUT IN HEAD @ 01:05 814 PSI PRIOR TO SHUTTING IN.

WAIT ON CEMENT TO SET. (RAN 200' OF 1" & TOPPED OUT W/ 15 BBLS C + 4% CC WHILE WOC)

12/9/10 - DRILLED F/5384' TO 6138'. STARTED LOSING 15-30 BBLS HER @ 5400'.

12/11/10 - DRILLED F/7621' TO 7714' TD. NO LOSSES. CIRCULATE AND CONDITION HOLE.

12/12/10 RU LOGGERS, LOG WELL. SET PROD. CSG @ 7714'; HOLE SIZE 7.875, STRING SIZE 5.5, TYPE J-55, WGHT 17.0, 925 SKS OF CEMENT, CLASS C, CIRC 60 SKS TO SURF.

12/13/10 - RR