State of New Mexico

Form C-101 Permit 127722

Energy, Minerals and Natural Resources

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

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

APA	Name and Address CHE CORP	OGRID Number 873		
	ans Airpark Lane nd, TX 79705	3. API Number 30-025-40082		
4. Property Code 23107	5. Property Name GRIZZELL	6. Well No. 018		

7. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
P	8	22S	37E	P	467	S	1308	E	LEA

8. Pool Information

BLINEBRY OIL AND GAS (OIL)	and the state of t	6660
TUBB OIL AND GAS (OIL)		60240
DRINKARD		19190

Additional Well Information

9. Work Type New Well	10. Well Type OIL	11. Cable/Rota	ry 12. Lesse Type Private	13. Ground Level Elevation 3402
14. Multiple Y	15. Proposed De 7000	pth 16. Formati Drinkaro	5.7	18. Spud Date
Depth to Ground	water	Distance from neare	st fresh water well	Distance to nearest surface water
Pit: Liner: Synthetic Closed Loop System	mils	thick Clay Pit Volume:	bbls Drilling Method: Fresh Water X Brine	Diesel/Oil-based Gas/Air

19. Proposed Casing and Cement Program

Type	Hole Size	Casing Type	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	12.25	8.625	24	1170	675	
Prod	7.875	5.5	17	7000	820	

Casing/Cement Program: Additional Comments

Proposed Rlowout Prevention Program

	1 Toposeu Dion	out Trevention Trogram	
Type	Working Pressure	Test Pressure	Manufacturer
Hydeil	3000	2000	

of my knowledge and belief.	nation given above is true and complete to the best illing pit will be constructed according to	OIL CONSERVATION DIVISION Approved By: Paul Kautz Title: Geologist				
NMOCD guidelines , a g OCD-approved plan .	eneral permit , or an (attached) alternative					
Printed Name: Electroni	cally filed by Bobby Smith					
Title:		Approved Date: 3/14/2011 Expiration Date: 3/14/2013				
Email Address: bobby.s	mith@apachecorp.com					
Date: 3/9/2011	Phone: 432-818-1020	Conditions of Approval Attached				

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 Rio 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

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Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr.

Santa Fe, NM 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number	2. Pool Code	3. Pool Name			
30-025-40082	6660	BLINEBRY OIL AND GAS (OIL)			
4. Property Code	5. Property	Name 6. Well No.			
23107	GRIZZ	ELL 018			
7. OGRID No.	8. Operato	r Name 9. Elevation			
873	APACHE	CORP 3402			

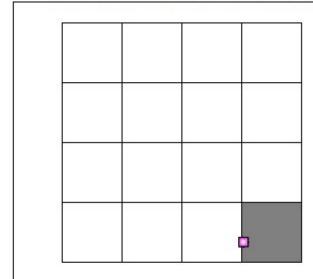
10. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County	
P	8	228	37E	1.4.	467	S	1308	E	LEA	

11. Bottom Hole Location If Different From Surface

UL - Lot	Section	Township	Range	Lot	Idn	Feet From	N/S L	ine	Feet From	E/W Line	County
200000000000000000000000000000000000000	cated Acres	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



OPERATOR CERTIFICATION

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.

E-Signed By: Bobby Smith

Title:

Date: 3/9/2011

SURVEYOR CERTIFICATION

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.

Surveyed By: RONALD EIDSON Date of Survey: 12/17/2010 Certificate Number: 3239 District I

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

WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number	2. Pool Code	3. Pool Name
30-025-40082	60240	TUBB OIL AND GAS (OIL)
4. Property Code	5. Property N	ame 6. Well No.
23107	GRIZZEI	L 018
7. OGRID No.	8. Operator N	Same 9. Elevation
873	APACHE C	ORP 3402

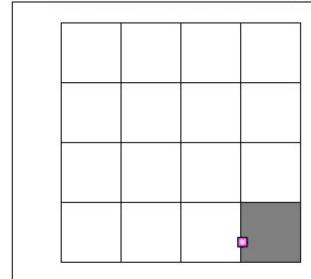
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UL - Lot	Section	Township	Range	Lot Idn		Feet From	N/S L	ine	Feet From	E/W Line	County
V. 100 100 100 100 100 100 100 100 100 10	12. Dedicated Acres 40.00		Joint or Infill		14	. Consolidation (Code			15. Order No.	

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WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number	2. Pool Code	3. Pool Name
30-025-40082	19190	DRINKARD
4. Property Code	5. Property Nar	ne 6. Well No.
23107	GRIZZELL	018
7. OGRID No.	8. Operator Nar	ne 9. Elevation
873	APACHE CO	RP 3402

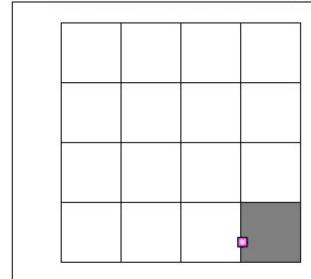
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Permit Comments

Operator: APACHE CORP, 873
Well: GRIZZELL #018
API: 30-025-40082

Created By	Comment	Comment Date
pkautz	Land S/S	2/28/2011
pkautz	Denied see letter of denial dated 03/02/2011	3/3/2011
DMULL	OCD Hobbs office has received form C-144CLEZ. OCD Permit Number P1-02998.	3/14/2011

Permit Conditions of Approval

Operator: APACHE CORP , 873 Well: GRIZZELL #018 API: 30-025-40082

OCD Reviewer	Condition
pkautz	Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the fresh water zone or zones and shall immediately set in cement the water protection string
DMULL	NSL-6339; 02/18/11;