

District I
1625 N. French Dr., Hobbs, NM 88240
Phone:(575) 393-6161 Fax:(575) 393-0720

District II
811 S. First St., Artesia, NM 88210
Phone:(575) 748-1283 Fax:(575) 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

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

Form C-101
August 1, 2011
Permit 253593

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

1. Operator Name and Address APACHE CORPORATION 303 Veterans Airpark Ln Midland, TX 79705		2. OGRID Number 873
4. Property Code 321281		3. API Number 30-015-45041
5. Property Name PALMILLO 26 STATE COM		6. Well No. 214H

7. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
A	26	19S	28E	A	740	N	230	E	Eddy

8. Proposed Bottom Hole Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
D	26	19S	28E	D	480	N	50	W	Eddy

9. Pool Information

WINCHESTER;BONE SPRING	65010
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Additional Well Information

11. Work Type New Well	12. Well Type OIL	13. Cable/Rotary	14. Lease Type State	15. Ground Level Elevation 3359
16. Multiple N	17. Proposed Depth 12303	18. Formation 2nd Bone Spring Sand	19. Contractor	20. Spud Date 8/29/2018
Depth to Ground water		Distance from nearest fresh water well		Distance to nearest surface water

☒ We will be using a closed-loop system in lieu of lined pits

21. Proposed Casing and Cement Program

Type	Hole Size	Casing Size	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	17.5	13.375	48	400	285	0
Int1	12.25	9.625	36	3000	615	0
Prod	8.5	5.5	17	12303	829	7873
Prod	8.75	5.5	17	7873	625	2500

Casing/Cement Program: Additional Comments

Apache Corp respectfully requests approval for the following changes and additions to the drilling plan: 1. Utilize a spudder rig to pre-set surface casing. 2. Description of Operations 1. Spudder rig will move in their rig to drill the surface hole section and pre-set surface casing on the Palmillo 26 State COM 214H. a. After drilling the surface hole section, the rig will run casing and cement following all of the applicable rules and regulations (19.15.16 NMAC Drilling and Production). b. Rig will utilize fresh water based mud to drill 17-1/2" surface hole to TD. Solids control will be handled entirely on a closed loop basis. 2. The wellhead (page 3) will be installed and tested once the 13-3/8" surface casing is cut off and the WOC time has been reached. 3. A blind flange with the same pressure rating as the wellhead will be installed to seal the wellbore. Pressure will be monitored with a pressure gauge installed on the wellhead. a. A means for intervention will be maintained while

22. Proposed Blowout Prevention Program

Type	Working Pressure	Test Pressure	Manufacturer
Annular	3000	1500	
Double Ram	3000	3000	

23. I hereby certify that the information given above is true and complete to the best of my knowledge and belief. I further certify I have complied with 19.15.14.9 (A) NMAC <input checked="" type="checkbox"/> and/or 19.15.14.9 (B) NMAC <input checked="" type="checkbox"/> if applicable. Signature:	OIL CONSERVATION DIVISION	
Printed Name: Electronically filed by Sorina Flores	Approved By: Raymond Podany	
Title: Supv of Drilling Services	Title: Geologist	
Email Address: sorina.flores@apachecorp.com	Approved Date: 6/14/2018	Expiration Date: 6/14/2020
Date: 6/13/2018	Phone: 432-818-1167	Conditions of Approval Attached

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State of New Mexico
Energy, Minerals & Natural Resources Department
OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-102
Revised August 1, 2011
Submit one copy to appropriate
District Office

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

¹ API Number 30-015-		² Pool Code 65010	³ Pool Name WINCHESTER; BONE SPRING
⁴ Property Code 321281	⁵ Property Name PALMILLO 26 STATE COM		⁶ Well Number 214H
⁷ GRID NO. 873	⁸ Operator Name APACHE CORPORATION		⁹ Elevation 3359'

¹⁰ Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
A	26	19S	28E		740	NORTH	230	EAST	EDDY

¹¹ Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
D	26	19S	28E		480	NORTH	50	WEST	EDDY

¹² Dedicated Acres 160	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order No.
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No allowable will be assigned to this completion until all interest have been consolidated or a non-standard unit has been approved by the division.

<p>N 89°35'29" E 5197.90'</p> <p>480' L.T.P. & B.H.</p> <p>100' L.T.P.</p> <p>50' B.H.</p> <p>40 ACRES</p> <p>40 ACRES</p> <p>40 ACRES</p> <p>40 ACRES</p> <p>N 00°00'13" E 2639.30'</p> <p>N 00°00'13" E 2639.60'</p> <p>N 00°00'21" E 2639.60'</p> <p>S 89°39'17" W 2607.17'</p>		<p>¹⁷ OPERATOR CERTIFICATION</p> <p>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 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.</p> <p>Sorina L Flores 6/13/18</p> <p>Signature Date</p> <p>SORINA L FLORES</p> <p>Printed Name</p> <p>sorina.flores@apachecorp.com</p> <p>E-mail Address</p>
<p>26</p> <p>GEODETIC DATA</p> <p>NAD 83 GRID - NM EAST</p> <p>SURFACE LOCATION (S.L.)</p> <p>N 595554.3 - E 600953.0</p> <p>LAT: 32.6370782° N</p> <p>LONG: 104.1396654° W</p> <p>LAST TAKE POINT (L.T.P.)</p> <p>N 595779.5 - E 598084.2</p> <p>LAT: 32.6377207° N</p> <p>LONG: 104.1554825° W</p> <p>BOTTOM HOLE (B.H.)</p> <p>N 595779.5 - E 598034.2</p> <p>LAT: 32.6377209° N</p> <p>LONG: 104.1556448° W</p>		<p>¹⁸ SURVEYOR CERTIFICATION</p> <p>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.</p> <p>6-5-2018</p> <p>Date of Survey</p> <p>Signature and Seal of Professional Surveyor</p> <p>10034</p> <p>Certificate Number</p>
<p>CORNER DATA</p> <p>NAD 83 GRID - NM EAST</p> <p>A: FOUND BRASS CAP "1941"</p> <p>N: 590981.1 - E: 595983.8</p> <p>B: FOUND BRASS CAP "1941"</p> <p>N: 593620.0 - E: 595984.1</p> <p>C: FOUND BRASS CAP "1941"</p> <p>N: 596258.7 - E: 595984.2</p> <p>D: FOUND BRASS CAP "1941"</p> <p>N: 596295.7 - E: 601180.7</p> <p>E: FOUND BRASS CAP "1941"</p> <p>N: 593655.1 - E: 601188.6</p> <p>F: FOUND BRASS CAP "1941"</p> <p>N: 591014.6 - E: 601189.0</p> <p>G: FOUND BRASS CAP "1941"</p> <p>N: 590996.8 - E: 598590.3</p> <p>CALCULATED POINTS</p> <p>1: N: 594939.4 - E: 595984.2</p> <p>2: N: 594975.4 - E: 601184.7</p>		<p>Job No.: LS1805713</p>

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Form APD Comments

Permit 253593

PERMIT COMMENTS

Operator Name and Address: APACHE CORPORATION [873] 303 Veterans Airpark Ln Midland, TX 79705		API Number: 30-015-45041
		Well: PALMILLO 26 STATE COM #214H

Created By	Comment	Comment Date
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Form APD Conditions

Permit 253593

PERMIT CONDITIONS OF APPROVAL

Operator Name and Address: APACHE CORPORATION [873] 303 Veterans Airpark Ln Midland, TX 79705		API Number: 30-015-45041
		Well: PALMILLO 26 STATE COM #214H
OCD Reviewer	Condition	
rpodany	Will require a directional survey with the C-104	
rpodany	Cement is required to circulate on both surface and intermediate1 strings of casing	