

**STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION**

NMOCD - ACOI 147-A

IN THE MATTER OF APACHE CORPORATION,

Respondent.

**AMENDED
AGREED COMPLIANCE ORDER**

Pursuant to Ordering Paragraphs 3 and 4 of Agreed Compliance Order 147 (“ACOI 147” or “Order”), the Director of the Oil Conservation Division (“OCD”) hereby amends that Order as follows:

FINDINGS

1. ACOI 147 required Apache Corporation (“Operator”) to return to compliance with OCD Rule 201 at least five of the wells identified in Exhibit A by March 15, 2007, and file a compliance report by that date.

2. The Order further provides that if Operator returns to compliance with OCD Rule 201 at least five of the wells identified in Exhibit A by March 15, 2007, and files a timely compliance report, the OCD shall issue an amendment extending the terms of ACOI 147 for an additional six-month period, requiring Operator to return an additional five wells to compliance by that deadline. If Operator continues to return wells to compliance at a rate of at least five wells each six-month period, OCD shall continue to issue amendments to the Order extending its term for additional six-month periods, provided that the total length of this Order, including the initial six-month period and any amendments, shall not exceed two years.

3. Operator filed a timely compliance report by March 15, 2007, and the OCD verified that OCD records indicate that Operator returned the following eight wells identified in Exhibit A to compliance:

- | | |
|------------------------------------|--------------|
| • East Blinebry Drinkard Unit #003 | 30-025-06325 |
| • East Blinebry Drinkard Unit #009 | 30-025-34937 |
| • East Blinebry Drinkard Unit #029 | 30-025-06548 |
| • East Blinebry Drinkard Unit #036 | 30-025-06546 |
| • East Blinebry Drinkard Unit #042 | 30-025-28011 |
| • East Blinebry Drinkard Unit #048 | 30-025-06550 |
| • North Monument G/SA Unit #002 | 30-025-05935 |
| • State Section 2 #014 | 30-025-06380 |


CONCLUSIONS

1. OCD records indicate that Operator has returned eight wells identified on Exhibit A to compliance, exceeding its goal for the first period by three wells.
2. The OCD should issue an amendment to ACOI 147 extending its terms through Sept. 13, 2007, and requiring Operator to return two additional wells identified in Exhibit A to compliance to meet its five-well goal for the second period of the Order.

ORDER

1. Operator shall return to compliance by September 15, 2007 two wells identified in Exhibit A to ACOI 147 not listed in Findings Paragraphs 3, above, to meet its five-well goal for this period.
2. Operator shall file a compliance report as described in ACOI 147 by September 15, 2007 using the Oil Conservation Division's web-based on-line application. If the on-line application is not available, Operator shall file a written compliance report.
3. The terms of ACOI 147 otherwise remain in effect.

Done at Santa Fe, New Mexico this 6th day of March, 2007

By: 
Mark Fesmire, P.E.
Director, Oil Conservation Division