

| | | | | | |
|-----------------------|----------|----------------------|-------------------------|----------------|------------------------------------|
| DATE IN <u>2-3-10</u> | SUSPENSE | ENGINEER <u>R.E.</u> | LOGGED IN <u>2-3-10</u> | TYPE <u>PC</u> | PTG-W APP NO. <u>1003448415</u> |
|-----------------------|----------|----------------------|-------------------------|----------------|------------------------------------|

ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION
- Engineering Bureau -
1220 South St. Francis Drive, Santa Fe, NM 87505



Apache

J R Phillips Wells

ADMINISTRATIVE APPLICATION CHECKLIST

2, 4, 5, 6, 8, 9, 10

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

Application Acronyms:

[NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication]
[DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling]
[PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement]
[WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion]
[SWD-Salt Water Disposal] [IPI-Injection Pressure Increase]
[EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]

[1] **TYPE OF APPLICATION** - Check Those Which Apply for [A]

[A] Location - Spacing Unit - Simultaneous Dedication
☐ NSL ☐ NSP ☐ SD

Check One Only for [B] or [C]

[B] Commingling - Storage - Measurement
☐ DHC ☐ CTB ☐ PLC ☒ PC ☐ OLS ☐ OLM

[C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery
☐ WFX ☐ PMX ☐ SWD ☐ IPI ☐ EOR ☐ PPR

[D] Other: Specify _____

RECEIVED OGD
200 FEB - 3 A 11:52

[2] **NOTIFICATION REQUIRED TO:** - Check Those Which Apply, or Does Not Apply

- [A] ☐ Working, Royalty or Overriding Royalty Interest Owners
- [B] ☐ Offset Operators, Leaseholders or Surface Owner
- [C] ☐ Application is One Which Requires Published Legal Notice
- [D] ☐ Notification and/or Concurrent Approval by BLM or SLO
U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office
- [E] ☐ For all of the above, Proof of Notification or Publication is Attached, and/or,
- [F] ☐ Waivers are Attached

[3] **SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE.**

[4] **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

Amber Cooke
Print or Type Name

Signature

Amber Cooke

Engineering Tech
Title

02/02/2010
Date

amber.cooke@apachecorp.com
e-mail Address



February 2, 2010

Richard Ezeanyim
New Mexico Oil Conservation Division
1220 South St. Francis Drive
Santa Fe, New Mexico 87505

Re: Administrative Approval to Surface Commingle
JR Phillips #2, #4, #5, #6, #8, #9, #10
Sec 1, T20S, R36E
Lea County, New Mexico

Dear Mr. Ezeanyim,

Apache requests administrative approval to surface commingle the existing wells, JR Phillips #2, #4, #5, #6, #8, #9 with the JR Phillips #10, a new drill. The JR Phillips #10 will be an Abo/Blaine/Paddock/Drinkard well. ✓

All wells are located on the same Private Lease #302333. Since all working, revenue and royalty interest ownerships are common, interest owner notification was not required.

The following are enclosed for your review of the proposed surface commingling:

1. C-103.
2. Well information table and copies of C-102's for each well.
3. Proposed production facilities diagram.
4. Well location map.
5. Signed statement from Landman acknowledging identical interests for each zone.

If you need additional information or have any questions, please give me a call at (918) 491-4968.

Sincerely,

A handwritten signature in cursive script that reads "Amber Cooke".

Amber Cooke
Engineering Technician

JR Phillips Lease

Eunice Monument; Grayburg-San Andres
Monument; Abo
Monument; Paddock
Monument; Blinebry
Wildcat; Drinkard

| Well No. | API | Location | Pool | Status | API |
|-----------------|--------------|--------------|-------------------------------------------------------------------------------|-----------|---------|
| JR Phillips #2 | 30-025-04131 | H -1-20S-36E | Eunice Monument; Grayburg-San Andres | Active | 33.5 ✓ |
| JR Phillips #4 | 30-025-04133 | B -1-20S-36E | Eunice Monument; Grayburg-San Andres | Active | 33.5 ✓ |
| JR Phillips #5 | 30-025-04134 | A -1-20S-36E | Monument; Abo | Active | 34 ✓ OK |
| JR Phillips #6 | 30-025-04135 | B -1-20S-36E | Monument; Paddock | Active | 34 ✓ |
| JR Phillips #8 | 30-025-04137 | G -1-20S-36E | Eunice Monument; Grayburg-San Andres | Active | 33.5 ✓ |
| JR Phillips #9 | 30-025-04138 | A -1-20S-36E | Eunice Monument; Grayburg-San Andres | Active | 33.5 ✓ |
| JR Phillips #10 | 30-025-39148 | A -1-20S-36E | Wildcat; Drinkard Monument; Abo Monument; Blinebry Monument; Paddock | New Drill | |

District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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 October 12, 2005
Submit to Appropriate District Office
State Lease - 4 Copies
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☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

| | | |
|-----------------------------------------|--------------------------------------------------|----------------------------------------------------------------|
| ¹ API Number 30-025-04131 | ² Pool Code 23000 | ³ Pool Name Eunice Monument; Grayburg-San Andres |
| ⁴ Property Code 302333 | ⁵ Property Name JR Phillips | ⁶ Well Number 2 |
| ⁷ OGRID No. 873 | ⁸ Operator Name Apache Corporation | ⁹ Elevation 3578' DF |

¹⁰ Surface Location

| | | | | | | | | | |
|--------------------|--------------|-----------------|--------------|---------|-----------------------|---------------------------|----------------------|------------------------|---------------|
| UL or lot no. H | Section 1 | Township 20S | Range 36E | Lot Idn | Feet from the 1980 | North/South line North | Feet from the 660 | East/West line East | County Lea |
|--------------------|--------------|-----------------|--------------|---------|-----------------------|---------------------------|----------------------|------------------------|---------------|

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 |
| ¹² Dedicated Acres 40 | 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.

| | | |
|-------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--|
| ¹⁶ | ¹⁷ OPERATOR CERTIFICATION <i>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 by a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</i> Signature _____ Date 02/02/2010 Printed Name Amber Cooke | |
| | ¹⁸ SURVEYOR CERTIFICATION <i>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.</i> | |
| | Date of Survey _____ Signature and Seal of Professional Surveyor: _____ | |
| | Certificate Number _____ | |

District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

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WELL LOCATION AND ACREAGE DEDICATION PLAT

| | | |
|-----------------------------------------|--------------------------------------------------|----------------------------------------------------------------|
| ¹ API Number 30-025-04133 | ² Pool Code 23000 | ³ Pool Name Eunice Monument; Grayburg-San Andres |
| ⁴ Property Code 302333 | ⁵ Property Name JR Phillips | ⁶ Well Number 4 |
| ⁷ OGRID No. 873 | ⁸ Operator Name Apache Corporation | ⁹ Elevation 3575' GL |

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 |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
| B | 1 | 20S | 36E | 660 | | North | 1980 | East | Lea |

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 |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
| | | | | | | | | | |

| | | | |
|-------------------------------------|-------------------------------|----------------------------------|-------------------------|
| ¹² Dedicated Acres 40 | 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.

| | | | | |
|----|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--|--|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 16 | | | | <p>¹⁷ 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 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 in a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</p> <p><i>Amber Cooke</i> 02/02/2010 Signature Date</p> <p>Amber Cooke Printed Name</p> |
| | <p>¹⁸ 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.</p> | | | |
| | <p>Date of Survey</p> <p>Signature and Seal of Professional Surveyor:</p> | | | |
| | <p>Certificate Number</p> | | | |

District I
PO Box 1980, Hobbs, NM 88241-1980
District II
811 S. 1st Street, Artesia, NM 88210-2834
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico
Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION
2040 South Pacheco
Santa Fe, NM 87505

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WELL LOCATION AND ACREAGE DEDICATION PLAT

| | | | | | |
|--------------------------------------------------------|--|--------------------------------------------------------|--|----------------------------------------|------------------------------------|
| ¹ API Number 30-025-04134 | | ² Pool Code 46970 | | ³ Pool Name Monument Abo | |
| ⁴ Property Code 000161 302333 | | ⁵ Property Name J. R. Phillips | | | ⁶ Well Number 5 |
| ⁷ OGRID No. 000495 | | ⁸ Operator Name Amerada Hess Corporation | | | ⁹ Elevation 3587' DF |

| ¹⁰ Surface Location | | | | | | | | | |
|--------------------------------|--------------|-----------------|--------------|----------|----------------------|---------------------------|----------------------|------------------------|---------------|
| UL or lot no. A | Section 1 | Township 20S | Range 36E | Lot. Idn | Feet from the 660 | North/South Line North | Feet from the 660 | East/West line East | County Lea |

| 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 |
| ¹² Dedicated Acres 40 | | | | | 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

| | | |
|--|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--|
| | ¹⁷ OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief. Signature Roy L. Wheeler, Jr. Printed Name Admin. Svc. Coord. Title 4-29-98 Date | |
| | ¹⁸ 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. Date of Survey Signature and Seal of Professional Surveyor: Certificate Number | |
| | | |
| | | |

District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

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WELL LOCATION AND ACREAGE DEDICATION PLAT

| | | |
|-----------------------------------------|--------------------------------------------------|---------------------------------------------|
| ¹ API Number 30-025-04135 | ² Pool Code 47080 | ³ Pool Name Monument; Paddock |
| ⁴ Property Code 302333 | ⁵ Property Name JR Phillips | ⁶ Well Number 6 |
| ⁷ OGRID No. 873 | ⁸ Operator Name Apache Corporation | ⁹ Elevation 3576' GL |

¹⁰ Surface Location

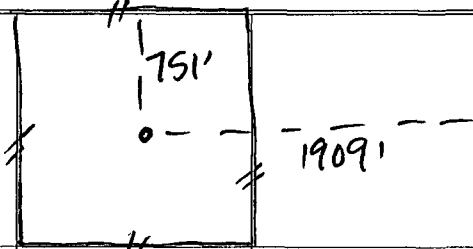
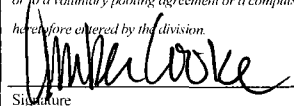
| | | | | | | | | |
|--------------------|--------------|-----------------|--------------|----------------|--------------------------------------------|-----------------------|------------------------|---------------|
| UL or lot no. B | Section 1 | Township 20S | Range 36E | Lot Idn 751 | Feet from the North/South line North | Feet from the 1909 | East/West line East | County Lea |
|--------------------|--------------|-----------------|--------------|----------------|--------------------------------------------|-----------------------|------------------------|---------------|

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 |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|

| | | | |
|-------------------------------------|-------------------------------|----------------------------------|-------------------------|
| ¹² Dedicated Acres 40 | 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.

| | | | | | |
|---------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--|--|--|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| ¹⁶ |  | | | | ¹⁷ OPERATOR CERTIFICATION <i>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.</i>  Signature Date 02/02/2010 Amber Cooke Printed Name |
| | ¹⁸ SURVEYOR CERTIFICATION <i>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.</i> | | | | |
| | Date of Survey Signature and Seal of Professional Surveyor: | | | | |
| | Certificate Number | | | | |

District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

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

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WELL LOCATION AND ACREAGE DEDICATION PLAT

| | | |
|-----------------------------------------|--------------------------------------------------|----------------------------------------------------------------|
| ¹ API Number 30-025-04137 | ² Pool Code 23000 | ³ Pool Name Eunice Monument; Grayburg-San Andres |
| ⁴ Property Code 302333 | ⁵ Property Name JR Phillips | ⁶ Well Number 8 |
| ⁷ OGRID No. 873 | ⁸ Operator Name Apache Corporation | ⁹ Elevation 3580' DF |

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 |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
| G | 1 | 20S | 36E | 2088 | | North | 1960 | East | Lea |

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 |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
| | | | | | | | | | |

| | | | |
|-------------------------------------|-------------------------------|----------------------------------|-------------------------|
| ¹² Dedicated Acres 40 | 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.

| | | |
|----------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------|
| ¹⁶ | ¹⁷ 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 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. | |
| | Signature | Date 02/02/2010 |
| | Printed Name Amber Cooke | |
| | ¹⁸ 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. | |
| Date of Survey Signature and Seal of Professional Surveyor: | | |
| Certificate Number | | |

District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals & Natural Resources Department
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Santa Fe, NM 87505

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WELL LOCATION AND ACREAGE DEDICATION PLAT

| | | | | | |
|-----------------------------------------|--|--------------------------------------------------|--|----------------------------------------------------------------|------------------------------------|
| ¹ API Number 30-025-04138 | | ² Pool Code 23000 | | ³ Pool Name Eunice Monument; Grayburg-San Andres | |
| ⁴ Property Code 302333 | | ⁵ Property Name JR Phillips | | | ⁶ Well Number 9 |
| ⁷ OGRID No. 873 | | ⁸ Operator Name Apache Corporation | | | ⁹ Elevation 3588' DF |

¹⁰ Surface Location

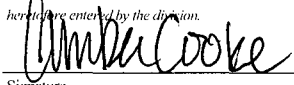
| UL or lot no. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
| A | 1 | 20S | 36E | | 660 | North | 360 | East | Lea |

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 |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
| | | | | | | | | | |

| | | | |
|-------------------------------------|-------------------------------|----------------------------------|-------------------------|
| ¹² Dedicated Acres 40 | 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.

| | | | | |
|----|--|--|--|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 16 | | | | ¹⁷ 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 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.  Signature _____ Date 02/02/2010 Printed Name Amber Cooke |
| | | | | |
| | | | | |
| | | | | |
| | | | | ¹⁸ 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. Date of Survey _____ Signature and Seal of Professional Surveyor: _____ Certificate Number _____ |
| | | | | |
| | | | | |
| | | | | |

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

State of New Mexico
Energy, Minerals and Natural Resources

Oil Conservation Division

1220 S. St Francis Dr.
Santa Fe, NM 87505

Form C-102
 Permit 81548

WELL LOCATION AND ACREAGE DEDICATION PLAT

| | | |
|-------------------------------|----------------------------------|------------------------------|
| 1. API Number 30-025-39148 | 2. Pool Code 46970 | 3. Pool Name MONUMENT ABO |
| 4. Property Code 302333 | 5. Property Name J R PHILLIPS | 6. Well No. 010 |
| 7. OGRID No. 873 | 8. Operator Name APACHE CORP | 9. Elevation 3576 |

10. Surface Location

| | | | | | | | | | |
|---------------|--------------|-----------------|--------------|---------|-------------------|---------------|-------------------|---------------|---------------|
| UL - Lot A | Section 1 | Township 20S | Range 36E | Lot Idn | Feet From 1110 | N/S Line N | Feet From 1240 | E/W Line E | County LEA |
|---------------|--------------|-----------------|--------------|---------|-------------------|---------------|-------------------|---------------|---------------|

11. Bottom Hole Location If Different From Surface

| | | | | | | | | | |
|------------------------------|---------|---------------------|-------|------------------------|-----------|---------------|-----------|----------|--------|
| UL - Lot | Section | Township | Range | Lot Idn | Feet From | N/S Line | Feet From | E/W Line | County |
| 12. Dedicated Acres 40.02 | | 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>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.</i> E-Signed By: Lana Williams Title: Engineering Tech Date: 9/29/2008 | |
| | SURVEYOR CERTIFICATION | |
| | <i>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.</i> Surveyed By: RONALD EIDSON Date of Survey: 8/15/2008 Certificate Number: 3239 | |

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

State of New Mexico
Energy, Minerals and Natural Resources

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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 30-025-39148 | 2. Pool Code 46990 | 3. Pool Name MONUMENT,BLINEBRY |
| 4. Property Code 302333 | 5. Property Name J R PHILLIPS | 6. Well No. 010 |
| 7. OGRID No. 873 | 8. Operator Name APACHE CORP | 9. Elevation 3576 |

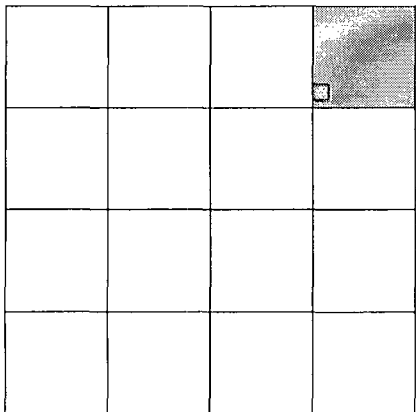
10. Surface Location

| | | | | | | | | | |
|---------------|--------------|-----------------|--------------|---------|-------------------|---------------|-------------------|---------------|---------------|
| UL - Lot A | Section 1 | Township 20S | Range 36E | Lot Idn | Feet From 1110 | N/S Line N | Feet From 1240 | E/W Line E | County LEA |
|---------------|--------------|-----------------|--------------|---------|-------------------|---------------|-------------------|---------------|---------------|

11. Bottom Hole Location If Different From Surface

| | | | | | | | | | |
|------------------------------|---------------------|------------------------|---------------|---------|-----------|----------|-----------|----------|--------|
| UL - Lot | Section | Township | Range | Lot Idn | Feet From | N/S Line | Feet From | E/W Line | County |
| 12. Dedicated Acres 40.02 | 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>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.</i> | |
| | E-Signed By: Lana Williams Title: Engineering Tech Date: 9/29/2008 | |
| | SURVEYOR CERTIFICATION | |
| | <i>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.</i> | |
| | Surveyed By: RONALD EIDSON Date of Survey: 8/15/2008 Certificate Number: 3239 | |

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 Erazos 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-102
 Permit 81548

WELL LOCATION AND ACREAGE DEDICATION PLAT

| | | |
|-------------------------------|----------------------------------|----------------------------------|
| 1. API Number 30-025-39148 | 2. Pool Code 47080 | 3. Pool Name MONUMENT PADDOCK |
| 4. Property Code 302333 | 5. Property Name J R PHILLIPS | 6. Well No. 010 |
| 7. OGRID No. 873 | 8. Operator Name APACHE CORP | 9. Elevation 3576 |

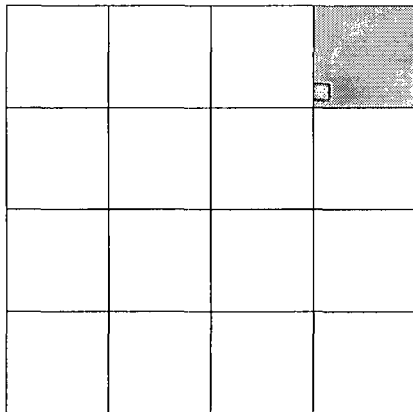
10. Surface Location

| UL - Lot | Section | Township | Range | Lot Idn | Feet From | N/S Line | Feet From | E/W Line | County |
|----------|---------|----------|-------|---------|-----------|----------|-----------|----------|--------|
| A | 1 | 20S | 36E | | 1110 | N | 1240 | E | LEA |

11. Bottom Hole Location If Different From Surface

| UL - Lot | Section | Township | Range | Lot Idn | Feet From | N/S Line | Feet From | E/W Line | County |
|------------------------------|---------|----------------------|-------|------------------------|-----------|---------------|-----------|----------|--------|
| 12. Dedicated Acres 40.02 | | 13. Joint or huffill | | 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>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.</i> E-Signed By: Lana Williams Title: Engineering Tech Date: 9/29/2008 | |
| | SURVEYOR CERTIFICATION | |
| | <i>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.</i> Surveyed By: RONALD EIDSON Date of Survey: 8/15/2008 Certificate Number: 3239 | |

District I

1625 N. French Dr., Hobbs, NM 88240

District II

1301 W. Grand Avenue, Artesia, NM 88210

District III

1000 Rio Brazos Rd., Aztec, NM 87410

District IV

1220 S. St. Francis Dr., Santa Fe, NM 87505

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 October 12, 2005

Submit to Appropriate District Office

State Lease - 4 Copies

Fee Lease - 3 Copies

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

| | | | |
|----------------------------|-------------------------------------|--------------------|--------------------------------|
| API Number 30-025-39148 | | Pool Code 97773 | Pool Name Wildcat; Drinkard |
| Property Code 302333 | Property Name J.R. Phillips | | Well Number 10 |
| OGRID No. 873 | Operator Name Apache Corporation | | Elevation 3576' |

10 Surface Location

| UL or lot no. | Section | Township | Range | Lot 1dn | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
| 1 | 1 | 20S | 36E | 1110 | North | 1240 | East | Lea | |

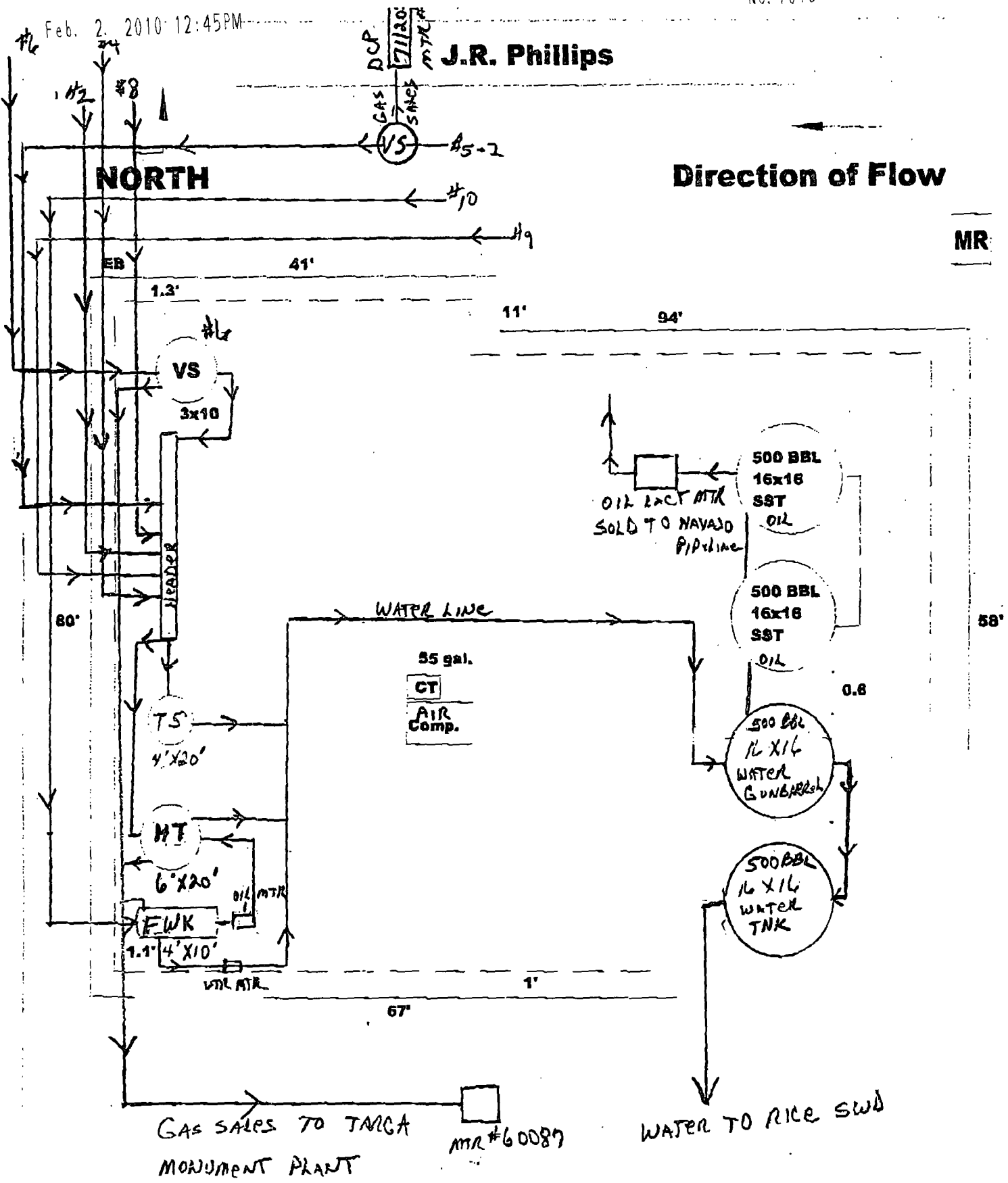
11 Bottom Hole Location If Different From Surface

| UL or lot no. | Section | Township | Range | Lot 1dn | Feet from the | North/South line | Feet from the | East/West line | County |
|-----------------------|---------|-----------------|-------|--------------------|---------------|------------------------|---------------|----------------|--------|
| | | | | | | | | | |
| Dedicated Acres 40 | | Joint or Infill | | Consolidation Code | | Order No. NSL-5914B | | | |

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.

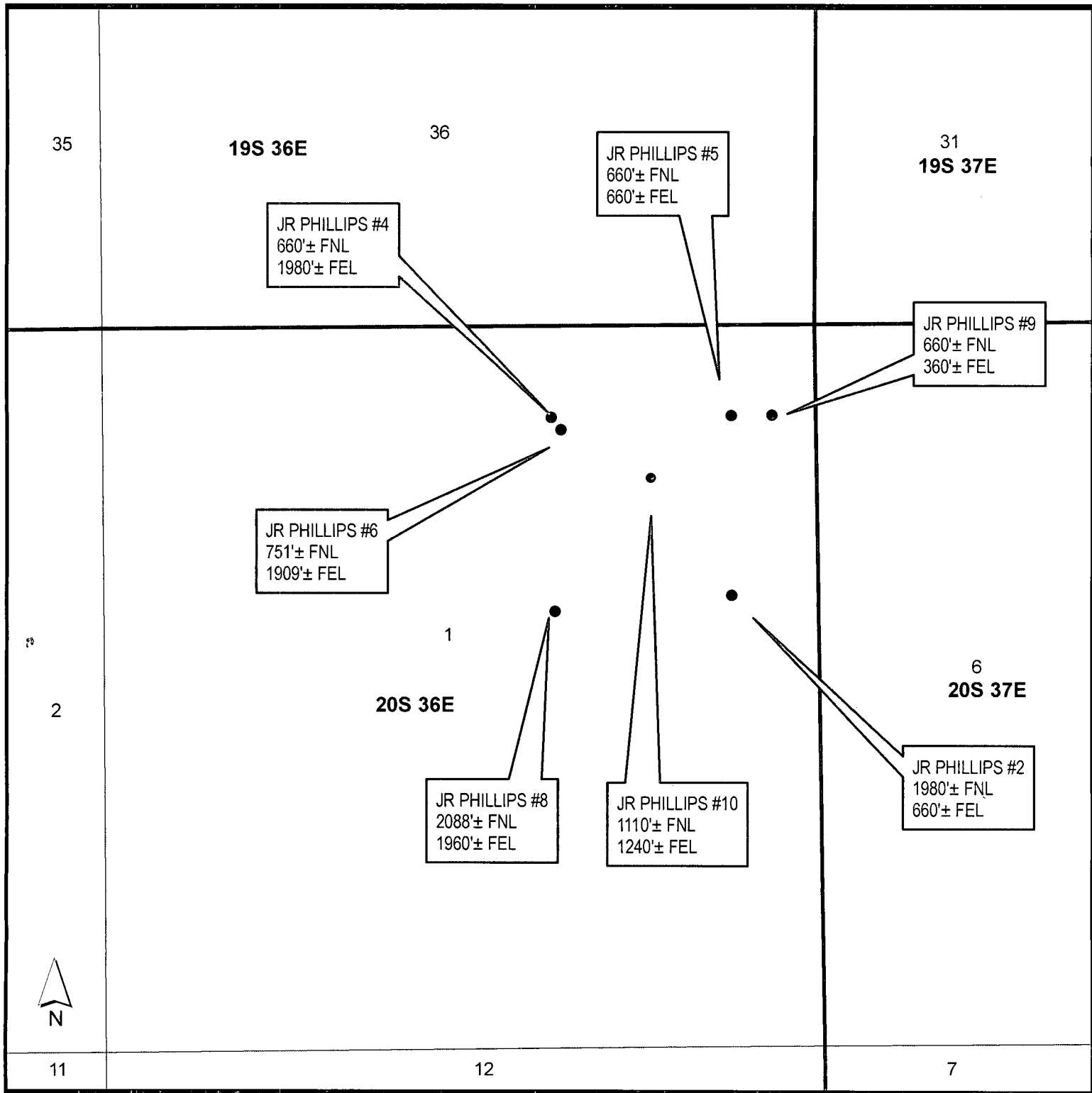
| | | | | |
|----------|-------|-------|------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 16 LOT 4 | LOT 3 | LOT 2 | 1 LOT 1 1240' | 17 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 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. Amber Cooke Signature Date 12/31/2009 Amber Cooke Printed Name |
| | | | | 18 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. Date of Survey Signature and Seal of Professional Surveyor |
| | | | | Certificate Number |

Feb. 2, 2010 12:45PM



Wells IN BATTERY
 #2, #4, #6, #8, #9, #10 GAS TO TARGA MTR #60089
 #5 FLUID ONLY GAS TO DCP MTR #711202
 OIL SOLD TO NAVAJO PIPELINE

| |
|--------------------|
| Apache Corporation |
| Monument District |
| J.R. Phillips |
| Lea Co., NM |
| Sec. 31-19S-37E |
| N 32.60N1 |



0 170 340 680 1,020 1,360 1,700

Feet

1 Inch = 1,000 Feet

Well Plat

JR Phillips #2, 30-025-04131; JR Phillips #4, 30-025-04133;
JR Phillips #5, 30-025-04134; JR Phillips #6, 30-025-04135;
JR Phillips #8, 30-025-04137; JR Phillips #9, 30-025-04138;
JR Phillips #10, 30-025-39148

Sec 1

T-20-S, R-36-E, NMPB&M

Lea County, New Mexico



Central Region Land Department
(918) 491-4900
(918) 491-4854 (FAX)

February 2, 2010

Mr. Richard Ezeanyim
Oil Conservation Division
1220 South St. Francis Drive
Santa Fe, NM 87505

Re: Common Ownership
J.R. Phillips Well #'s 2, 4, 5, 6, 8, 9 and 10
J.R. Phillips Lease
Section 1, T20S, R36E
Lea County, NM

Gentlemen:

In connection with Apache Corporation's (Apache) request for OCD approval to commingle production from the Grayburg, San Andres, Blinberry, Drinkard, Paddock and Abo formations under the J.R. Phillips Lease and the captioned wells located on said lease operated by Apache, I would like to confirm the following information for your files:

1. Apache maintains division orders and disburses revenues on the captioned wells located on the J.R. Phillips Lease.
2. Apache's ownership files show that the royalty, overriding royalty and working interests are identical in all the captioned wells located on the J.R. Phillips Lease.

I trust the above information answers your inquiry. If not, please let me know.

Sincerely,

APACHE CORPORATION

A handwritten signature in black ink, appearing to read 'DM', written over the printed name of Dallas J. Martin.

Dallas J. Martin
Landman