

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-103
Permit 36010

<p align="center">SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVIOR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)</p>		<p>WELL API NUMBER 30-025-38054</p>
<p>1. Type of Well: O</p>		<p>5. Indicate Type of Lease P</p>
<p>2. Name of Operator APACHE CORP</p>		<p>6. State Oil & Gas Lease No.</p>
<p>3. Address of Operator 6120 S. YALE, SUITE 1500 TULSA, OK 74136</p>		<p>7. Lease Name or Unit Agreement Name SOUTHLAND ROYALTY A</p>
<p>4. Well Location Unit Letter <u>A</u> : <u>170</u> feet from the <u>N</u> line and <u>1260</u> feet from the <u>E</u> line Section <u>9</u> Township <u>21S</u> Range <u>37E</u> NMPM Lea County</p>		<p>8. Well Number 025</p>
<p>11. Elevation (Show whether DR, KB, BT, GR, etc.) 3472 GR</p>		<p>9. OGRID Number 873</p>
<p>Pit or Below-grade Tank Application <input checked="" type="checkbox"/> or Closure <input type="checkbox"/> Pit Type _____ Depth to Groundwater <u>55</u> Distance from nearest fresh water well _____ Distance from nearest surface water <u>over 1060</u> Pit Liner Thickness: <u>20</u> mil Below-Grade Tank: Volume <u>7000</u> bbls; Construction Material <u>Caliche</u> <u>over 1000</u></p>		<p>10. Pool name or Wildcat</p>

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

<p align="center">NOTICE OF INTENTION TO:</p> <p>PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/></p> <p>TEMPORARILY ABANDON <input type="checkbox"/> CHANGE OF PLANS <input checked="" type="checkbox"/></p> <p>PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPL <input type="checkbox"/></p> <p>Other: _____</p>		<p align="center">SUBSEQUENT REPORT OF:</p> <p>REMEDIAL WORK <input type="checkbox"/> ALTER CASING <input type="checkbox"/></p> <p>COMMENCE DRILLING OPNS. <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/></p> <p>CASING/CEMENT JOB <input type="checkbox"/></p> <p>Other: _____</p>	
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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.
We originally permitted this well with a closed loop system.

IT WILL NOW BE AN OPEN PIT AND WE WILL HAUL OFF ALL OF THE CUTTINGS *and liner when well work is complete. Cud*

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 been/will be constructed or closed according to NMOCDD guidelines a general permit or an (attached) alternative OCD-approved plan
SIGNATURE Lana Williams TITLE Engr. Tech DATE 9/7/06
Type or print name Lana Williams E-mail address ana.williams@apache.com Telephone No. 918-491-4980
APPROVED BY: Chris Williams TITLE _____ DATE _____
OC DISTRICT SUPERVISOR/GENERAL MANAGER

SEP 12 2006