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

Phones (3 /3) / (48-1283 FRX (3 /3) / 48-9/20 District III 1000 Rio Brazos Rd., Aztec, NM 87410 Phones (505) 334-6178 Fax: (505) 334-6170 District IV 1220 S. St Francis Dr., Santa Fe, NM 87505 Phones (505) 475-3470 Fax: (505) 475-3462

Email Address: bobby.smith@apachecorp.com

Date: 6/27/2013

Phone: 432-818-1020

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 169283

APPLICATION FOR PERMIT TO DRILL, RE-E 1. Operator Name and Address APACHE CORP 303 Veterans Airpark Lane Midland, TX 79705 4. Property Code 5. Prope							3. API N	D Number 73 umber 5-41491	
					140000				
39734			AB STATE 647				007		
			7. St	urface Loc	ation				
Section	Township	Range	Lot Idn	Feet From	N/S Lis	ne Feet From	E/W Lin	e County	
32	17S	28E	L	1640	S	950	W	EDDY	
33 3	A 55	8.	. Proposed	Bottom H	lole Loca	ation	20	35.	
Section	Township	Range	Lot Idn	Feet From	N/S Lis	ne Feet From	E/W Lin	e County	
32	17S	28E	L	1640	S	950	W	Eddy	
			9. Pc	ool Inform	ation	•			
A; GLORIETA	A-YESO (O)							96	
1000000	217 (0.5.5.1.1		Addition	al Well In	formati	on			
ork Type	12. Well Ty	pe	13. Cable/Rotary			14. Lease Type	14. Lease Type 15. Gr		
New Well OIL						State	ate 3684		
16. Multiple 17. Proposed Depth		Depth	18. Formation			19. Contractor	19. Contractor 20. Spud Dat		
N 5100			Yeso Formation						
Depth to Ground water			Distance fr	from nearest fresh water well			Distance to nearest surface water		
		21 D.	onogod Co	sing and	Comont	Duogram			
Hole Size	Casing Typ			_			Cement	Estimated TOC	
12.25	8.625				400	260			
7.875	5.5		17		5100	90	0		
	- 1	Casing/C	Cement Pr	ogram: A	ditional	Comments			
		22. Pı	roposed Bl	owout Pre	vention	Program			
Type Working Pressure								Manufacturer	
ril		3000			2000)			
certify that the		n above is tr	ue and complete	e to the	OIL	CONSERVA	ATION I	DIVISION	
		15.14.9 (A)	NMAC X and	d/or Ann	roved By:	Randy Dade			
ertify I have cor (B) NMAC ,				1199		,			
ertify I have con	if applicable.		mith			Supervisor			
t t	39734 t Section 32 t Section 32 A; GLORIETA ork Type Well Multiple N Hole Size 12.25 7.875	303 V. M. 4. Property Code 39734 t Section Township 32 178 t Section Township 32 178 A; GLORIETA-YESO (O) ork Type 12. Well Ty Well OIL Multiple 17. Proposed N 5100 pth to Ground water Hole Size Casing Ty 12.25 8.625 7.875 5.5	303 Veterans Air Midland, TX 4. Property Code 39734 t Section Township Range 32 178 28E 8 t Section Township Range 32 178 28E A; GLORIETA-YESO (O) ork Type 12. Well Type OIL Multiple 17. Proposed Depth N 5100 pth to Ground water 21. Pr Hole Size Casing Type C 12.25 8.625 7.875 5.5 Casing/C 22. Pr pe Working Pressurdril 3000	303 Veterans Airpark Lane Midland, TX 79705 4. Property Code 39734 7. St. Section Township Range Lot Idn 32 178 28E L 8. Proposed Lot Idn 32 178 28E L 9. Poperty Code 178 28E L Section Township Range Lot Idn 28E L 9. Poperty Code 178 28E L 9. Poperty Code 1	303 Veterans Airpark Lane Midland, TX 79705	303 Veterans Airpark Lane Midland, TX 79705	A. Property Code 39734	APACHE CORP 303 Veterans Airpark Lane Midland, TX 79705 3. APIN 30-01.	

Conditions of Approval Attached

DISTRICT I
2125 N. French Dr., Hobbs, NM 88240
Phone (676) 583-5211 Fax: (576) 593-0720
DISTRICT II
B11 S. First St., Artesia, NM 88210
Phone (676) 748-1283 Fax: (575) 748-0720

Bil S. First St., Artesia, NM 88210 Phone (676) 746-1283 Fam: (675) 748-9720 DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410 Phone (505) 334-6178 Fam: (605) 334-6170

DISTRICT IV 1210 S. St. Francis Dr., Santa Fe, NM 67605 Phone (506) 476-3460 Fax: (505) 476-3452 State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-102 Revised August 1, 2011

Submit one copy to appropriate District Office

OIL CONSERVATION DIVISION

1210 South St. Francis Dr. Santa Fe, New Mexico 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

☐ AMENDED REPORT

API	Number			Pool Code		Pool Name					
<i>3</i> o-o	15	96830 Artesia; Glorieta Yeso)				
Property	Code	l ·			Property Nan		Well Number				
39734			AB STATE 647				7				
OGRID N	о.	Operator Name					Eleva	Elevation			
873	3	APACHE CORPORATION 3684					4				
-		•			Surface Loc	ation					
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County		
L	32	17 S	28 E		1640	SOUTH	950	WEST	EDDY		
,			Bottom	Hole Loc	cation If Diffe	rent From Sur	face		-		
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County		
Dedicated Acre	B Joint o	or Infill Co	nsolidation	Code Or	der 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

		DAMO UNII IIAS DE	EN APPROVED BY TH	E DIVISION
N 654017.13 E 580331.75 (NAD-83)	 	N 657060.70 E 582941.71 (NAD-83)	N 654103.79 E 585547.25 (NAD-83)	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.
		 		Kristing Agel Printed Name Kristing agel @ apachecorp.com Email Address SURVEYOR CERTIFICATION
950'	SURFACE LOCATION Lat - N 32"47"17.14" Long - W 104"12'11.46" NMSPCE- N 650450.68 E 581336.90 (NAD-83) Lat - N 32"47"16.70" Long - W 104"12'09.57" NMSPCE- N 650400.75 (NAD-27)	 _{32.78} 7972	N 651507.35 E 585577.67 (NAD-83)	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 supervison, and that the same is true and correct to the best of my belief. Date Surveyor Signature of Section of Professional Surveyor
N 648805.41 E 580413.02 (NAD-83)	 	 N 648857.37 E 583013.65 (NAD-83)	N 648910.14 E 585613.45 (NAD-83)	Certificate No. Gary L. Jones 7977 BASIN SURVEYS 28803

SECTION 32, TOWNSHIP 17 SOUTH, RANGE 28 EAST, N.M.P.M., EDDY COUNTY, NEW MEXICO. ABANDONED WELL PAD EXISTING UNKNOWN BPL 150' NORTH OFF SET 3686.9 APACHE CORPORATION AB STATE 647 #7 ELEV. - 3684 SURFACE LOCATION DORFACE LOCATION
Lat - N 32*47*17.14*
Long - W 104*12*11.46*
NMSPCE- N 650463.68
E 581336.90
(NAD-83) OFF SEN WELL BORE O EXISTING DRY 3684.3' 3687.0' HOLE MARKER Lat - N 32°47'16.70" Long - W 104°12'09.57" 150' SOUTH OFF SET NMSPCE- N 650400.75 E 540157.73 (NAD-27) 3685.2 ARCO ROAD WELL IS LOCATED ±12 MILES SOUTHEAST OF ARTESIA, NEW MEXICO. 200 200 400 FEET SCALE: 1" = 200' APACHE CORPORATION Directions to Location: FROM HIGHWAY 82 AND ILLINOIS CAMP GO SOUTH .6 AB STATE 647 #7/ WELL PAD TOPO MILES TO ARCO THEN TURN WEST, GO 300' TO EXISTING ROAD TO LOCATION. THE AB STATE 647 #7 LOCATED 1640' FROM THE SOUTH LINE AND 950' FROM THE WEST LINE OF BASIN SURVEYS P.O. BOX 1786-HOBBS, NEW MEXICO SECTION 32, TOWNSHIP 17 SOUTH, RANGE 28 EAST, W.O. Number: 28803 N.M.P.M., EDDY COUNTY, NEW MEXICO. D. JONES Drawn By: 06-12-2013 Disk: DAJ 28803 Survey Date: 06-06-2013 Sheet Sheets

Permit Conditions of Approval

Operator: APACHE CORP , 873 Well: AB STATE 647 #007 API: 30-015-41491

OCD Reviewer	Condition
RDADE	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
RDADE	Pit construction and closure must satisfy all requirements of your approved plan, O.C.D. Rule 19.15.2.50, and the Pit and Below-Grade Tank Guidelines
RDADE	