



New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

John H. Bemis
Cabinet Secretary-Designate

Brett F. Woods, Ph.D.
Deputy Cabinet Secretary

Jami Bailey
Division Director
Oil Conservation Division



September 29, 2011

Apache Corporation
Attn: Mr. David Catanach

Administrative Order SD-201130
Administrative Application Reference No. pTGW11-25151017

ADMINISTRATIVE SIMULTANEOUS DEDICATION ORDER

Operator: **Apache Corporation**
OGRID: 873

Subject Wells

Laughlin Well No. 5 (proposed)
API No. 30-025-40207
1675 feet FNL & 2150 feet FEL
Unit G, Section 9-20S-37E
Lea County, New Mexico

Laughlin Well No. 2 (existing)
API No. 30-025-34067
2310 feet FNL & 2310 feet FEL
Unit G, Section 9-20S-37E
Lea County, New Mexico

Subject Unit

S/2 NE/4 Section 9
80 acres
Monument; Tubb Pool (47090)

Reference is made to your application filed on September 8, 2011.

Oil Conservation Division
1220 South St. Francis Drive • Santa Fe, New Mexico 87505
Phone (505) 476-3440 • Fax (505) 476-3462 • www.emnrd.state.nm.us/OCD



You have requested to simultaneously dedicate the Subject Unit to the Subject Wells.

The Subject Unit is a standard 80-acre, more or less, oil spacing and proration unit in the above-identified pool. Applicable well density rules for this pool allow two wells to be completed in the unit, but require that the wells be in different quarter-quarter sections. Because the Subject Wells are both in the same quarter-quarter section, division approval for simultaneous dedication is required.

Your application has been duly filed under the provisions of Division Rules 15.11.C [19.15.15.11.C NMAC] and 4.12.A [19.15.4.12.A NMAC].

It is our understanding you have proposed the simultaneous dedication of this unit to the Subject Wells for geological reasons, in order to prevent waste and maximize production from this unit. We further understand that due notice has been sent to offsetting owners or operators who are affected persons.

Pursuant to the authority granted by Rule 15.11.C, the above-described simultaneous dedication is hereby approved.

Jurisdiction of this case is retained for the entry of such further orders as the Division may deem necessary.

Sincerely,

A handwritten signature in black ink, appearing to read "Jami Bailey", written in a cursive style.

Jami Bailey
Director

JB/db

cc: New Mexico Oil Conservation Division – Hobbs