5/19/2016

47B

PMAM1/4055753

ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION

- Engineering Bureau -

1220 South St. Francis Drive, Santa Fe, NM 87505



ADMINISTRATIVE APPLICATION CHECKLIST

	THIS CHECKLIST IS MA		ICATIONS FOR EXCEPTIONS TO DIVISION RULES AF	ND REGULATIONS
Appli	[DHC-Dowler [PC-Po	: idard Location] [NSP-Non-Standar inhole Commingling] [CTB-Lease ol Commingling] [OLS - Off-Leas [WFX-Waterflood Expansion] [PM [SWD-Salt Water Disposal]	d Proration Unit] [SD-Simultaneous Dedi Commingling] [PLC-Pool/Lease Commi e Storage] [OLM-Off-Lease Measureme MX-Pressure Maintenance Expansion] [IPI-Injection Pressure Increase]	ingling] ent] nonsel
[1]	TYPE OF AP [A]	PLICATION - Check Those Which Location - Spacing Unit - Simultan NSL NSP SD	n Apply for [A] neous Dedication Apache 873	orponation.
	Check [B]	One Only for [B] or [C] Commingling - Storage - Measure DHC CTB PLC	PC OLS OLM	1 1;0++ Em 20 =ed #.4
	[C]	Injection - Disposal - Pressure Inc. WFX PMX SWI		-025-4144 -4wes
	[D]	Other: Specify	- -	Pod wentz, ASO
[2]	NOTIFICATI [A]	ON REQUIRED TO: - Check The Working, Royalty or Overridi		-wintz) ADO
	[B]	Offset Operators, Leaseholde	rs or Surface Owner	
	[C]	Application is One Which Re	equires Published Legal Notice	
	[D]	Notification and/or Concurrer U.S. Bureau of Land Management - Commiss	nt Approval by BLM or SLO	
	[E]	For all of the above, Proof of	Notification or Publication is Attached, an	d/or,
	[F]	Waivers are Attached		
[3]		CURATE AND COMPLETE INF TION INDICATED ABOVE.	ORMATION REQUIRED TO PROCE	SS THE TYPE
	oval is accurate a		rmation submitted with this application for ledge. I also understand that no action wil are submitted to the Division.	
	Note:	Statement must be completed by an indiv	vidual with managerial and/or supervisory capacit	у.
	SA HOLLAND FISHER	0:	SR STAFF REG ANALYST	5/12/2016
Print	or Type Name	Signature	Title	Date
			Reesa.Fisher@apachecorp.com	<u> </u>

e-mail Address

ELLIOTT EM 20 FEDERAL BATTERY

District I 1625 N. French Drive, Hobbs, NM 88240 District II

811 S. First St., Artesia, NM 88210 District III

1000 Rio Brazos Road, Aztec, NM 87410 District IV

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

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-107-B Revised August 1, 2011

OIL CONSERVATION DIVISION

1220 S. St Francis Drive Santa Fe, New Mexico 87505

Submit the original application to the Santa Fe office with one copy to the appropriate District Office.

APPLICATION FOR SURFACE COMMINGLING (DIVERSE OWNERSHIP)											
OPERATOR NAME: Apache C	Corporation										
OPERATOR ADDRESS: 303 Vete	OPERATOR ADDRESS: 303 Veterans Airpark Lane Midland TX 79705										
APPLICATION TYPE:	ELLIOTT	EM 20 FEDERAL BA	TTERY								
□ Pool Commingling □ Lease Commingling	g Pool and Lease Cor	mmingling	Storage and Measur	rement (Only if not Surface	e Commingled)						
LEASE TYPE: Fee State Federal											
Is this an Amendment to existing Order Have the Bureau of Land Management ☐ Yes ☐ No					ingling						
(A) POOL COMMINGLING Please attach sheets with the following information											
(1) Pool Names and Codes	Gravities / BTU of Non-Commingled Production	Calculated Gravities / BTU of Commingled Production		Calculated Value of Commingled Production	Volumes						
Paddock (49210)	36				Sec						
Blinebry (6660) / Tubb (60240)	37				Well						
Drinkard (19190)	37				Tests						
Abo (62700)	38				Attached						
Devonian (98168) (2) Are any wells producing at top allowal	d0 oles? □Yes ⊠No										
(3) Has all interest owners been notified by certified mail of the proposed commingling? [4] Measurement type: [5] Metering [6] Other (Specify) Test Meter @ #1; Intermitant/Rotational Metering for 3, 4, 5, 6 [6] Will commingling decrease the value of production? [7] Yes [8] No If "yes", describe why commingling should be approved											
(B) LEASE COMMINGLING Please attach sheets with the following information											
 Pool Name and Code. Is all production from same source of second that all interest owners been notified by Measurement type: Metering 	supply? Yes N	0	□Ycs □N	o							
	, ·	LEASE COMMIN s with the following ir									
(1) Complete Sections A and E.	-										
	Ann ration of	OB A OB TAKEN	CLIDER		· 						
(1		ORAGE and MEA ets with the following it									
(1) Is all production from same source of s		 	inor mation								
(2) Include proof of notice to all interest o	wners.										
(E) AI		RMATION (for all s with the following in		(pes)							
(1) A schematic diagram of facility, include		II.									
(2) A plat with lease boundaries showing		ons. Include lease numbe	rs if Federal or Su	ate lands are involved.							
(3) Lease Names, Lease and Well Number	rs, and API Numbers.				!						
I hereby certify that the information above is	true and complete to the	best of my knowledge an	d belief.								
SIGNATURE:	ті	TLE:Sr Staff Regulate	ory Analyst	DATE:5	/13/2016						
TYPE OR PRINT NAMEREESA	FISHER		TELEPHONE N	NO.:432-818-1062							
E-MAIL ADDRESS:Rcesa.Fisher@apac	hecorp.com		E-MAIL ADDRESS:Reesa.Fisher@apachecorp.com								

Form 3160-5 (March 2012)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0137
Expires: October 31, 2014

5. Lease Serial No. NMNM0557256

6. If Indian, Allottee or Tribe Name

SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an

abandoned well.	Use Form 3160-3 (A	(PD) for such	oroposals			
SUBMI	T IN TRIPLICATE – Other	instructions on pa	ge 2.		7. If Unit of CA/Agree	ement, Name and/or No.
I. Type of Well Oil Well Gas V	Vell Other				8. Well Name and No. Elliott EM 20 Federa	al #1
2. Name of Operator Apache Corporation (873)					9. API Well No. 30-025-41442	
3a. Address 303 Veterans Airpark Lane, Suite 1000 Midland, TX 79705		3b. Phone No. (inc. 432/818-1062	lude area code	?)	10, Field and Pool or I Wantz; Abo	Exploratory Area
4. Location of Well (Footage, Sec., T.,	R., M., or Survey Description)			11. County or Parish,	State
E-20-22S-37E 1650 FNL 330 FWL					Lea County, NM	
12. CHEC	CK THE APPROPRIATE BO	OX(ES) TO INDICA	TE NATURE	OF NOTIC	CE, REPORT OR OTH	ER DATA
TYPE OF SUBMISSION			TYP	E OF ACT	TION	·
✓ Notice of Intent	Acidize Alter Casing	Deepen Fracture T		Recl	uction (Start/Resume) amation	Water Shut-Off Well Integrity ✓ Other Surface Commingle
Subsequent Report	Casing Repair	☐ New Cons		_	mplete	Other Surface Commingle
Final Abandonment Notice	Change Plans Convert to Injection	Plug and A		_ `	porarily Abandon er Disposal	
Attach the Bond under which the following completion of the involvesting has been completed. Final determined that the site is ready for Apache would like to Pool Comming. Elliott EM 20 Federal #001 (API 30-Elliott EM 20 Federal #003 (API 30-Elliott EM 20 Federal #004 (API 30-Elliott EM 20 Federal #005 (API 30-Elliott EM 20 Federal #006 (API 30-Elliott EM 20 Fede	ved operations. If the operation Abandonment Notices must or final inspection.) gle at the surface all production of the surface and surface an	ion results in a multiple filed only after all action from the follous after all arction from the follous after 1650 FNL 37E 1650 FNL 37E 2310 FNL 37E 2310 FNL dease see attached at all depths belowably, Apache believed the incremental invaries are sult will extended	ole completion i requirements, wing wells: 330 FWL 1650 FWL 2310 FWL 2185 FEL 1650 FEL schematics a w the base of wes comming	or recomp, including and plats, the Quee ling will p	eletion in a new interval reclamation, have been along with other suppen formation. Apache revent waste and propuld otherwise be need	na Form 3160-4 must be filed once to completed and the operator has to conting data being submitted for the believes commingling will not mote conservation by utilizing the
, , ,	inde and correct. Mane (1711)	. ,				
Reesa Fisher		Tit	le Sr. Staff F	keg Analy	St	
Signature		Da	te 05/12/201	16	11.0	
	THIS SPACE	FOR FEDERA	L OR STA	TE OF	FICE USE	
Approved by			Tiele			0-1-
Conditions of approval, if any, are attache that the applicant holds legal or equitable entitle the applicant to conduct operations	title to those rights in the subje		Office		I	Date
Title 18 U.S.C. Section 1001 and Title 43	U.S.C. Section 1212, make it	a crime for any person	knowingly and	l willfully t	o make to any departmen	nt or agency of the United States any false,

fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

GENERAL INSTRUCTIONS

This form is designed for submitting proposals to perform certain well operations and reports of such operations when completed as indicated on Federal and Indian lands pursuant to applicable Federal law and regulations. Any necessary special instructions concerning the use of this form and the number of copies to be submitted, particularly with regard to local area or regional procedures and practices, are either shown below, will be issued by or may be obtained from the local Federal office.

SPECIFIC INSTRUCTIONS

Item 4 - Locations on Federal or Indian land should be described in accordance with Federal requirements. Consult the local Federal office for specific instructions.

Item 13 - Proposals to abandon a well and subsequent reports of abandonment should include such special information as is required by the local Federal office. In addition, such proposals and reports should include reasons for the abandonment; data on any former or present productive zones or other zones with present significant fluid contents not sealed off by cement or otherwise; depths (top and bottom) and method of placement of cement plugs; mud or other material placed below, between and above plugs; amount, size, method of parting of any casing, liner or tubing pulled and the depth to the top of any tubing left in the hole; method of closing top of well and date well site conditioned for final inspection looking for approval of the abandonment.

NOTICES

The Privacy Act of 1974 and the regulation in 43 CFR 2.48(d) provide that you be furnished the following information in connection with information required by this application.

AUTHORITY: 30 U.S.C. 181 et seq., 351 et seq., 25 U.S.C. 396; 43 CFR 3160.

PRINCIPAL PURPOSE: The information is used to: (1) Evaluate, when appropriate, approve applications, and report completion of subsequent well operations, on a Federal or Indian lease; and (2) document for administrative use, information for the management, disposal and use of National Resource lands and resources, such as: (a) evaluating the equipment and procedures to be used during a proposed subsequent well operation and reviewing the completed well operations for compliance with the approved plan; (b) requesting and grantingapproval to perform those actions covered by 43 CFR 3162.3-2, 3162.3-3, and 3162.3-4; (c) reporting the beginning or resumption of production, as required by 43 CFR 3162.4-1(c)and (d) analyzing future applications to drill or modify operations in light of data obtained and methods used.

ROUTINE USES: Information from the record and/or the record will be transferred to appropriate Federal, State, local or foreign agencies, when relevant to civil, criminal or regulatory investigations or prosecutions in connection with congressional inquiries or to consumer reporting agencies to facilitate collection of debts owed the Government.

EFFECT OF NOT PROVIDING THE INFORMATION: Filing of this notice and report and disclosure of the information is mandatory for those subsequent well operations specified in 43 CFR 3162.3-2, 3162.3-3, 3162.3-4.

The Paperwork Reduction Act of 1995 requires us to inform you that:

The BLM collects this information to evaluate proposed and/or completed subsequent well operations on Federal or Indian oil and gas leases.

Response to this request is mandatory.

The BLM would like you to know that you do not have to respond to this or any other Federal agency-sponsored information collection unless it displays a currently valid OMB control number.

BURDEN HOURS STATEMENT: Public reporting burden for this form is estimated to average 8 hours per response, including the time for reviewing instructions, gathering and maintaining data, and completing and reviewing the form. Direct comments regarding the burden estimate or any other aspect of this form to U.S. Department of the Interior, Bureau of Land Management (1004-0137), Bureau Information Collection Clearance Officer (WO-630), 1849 C St., N.W., Mail Stop 401 LS, Washington, D.C. 20240

DISTRICT I 1825 N. Franch Dr., Hobbs, 101 88240 DISTRICT II 1301 W. Grand Avenue, Artesta, Ny. 88210

State of New Mexico
Energy, Minerals and Natural Resources Department BBS OCO

Form C-102 Revised July 18, 2010

Submit one copy to appropriate

DISTRICT III 1000 Rio Brazos Rd., Axtec, NM 67410 OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, New Mexico 87505

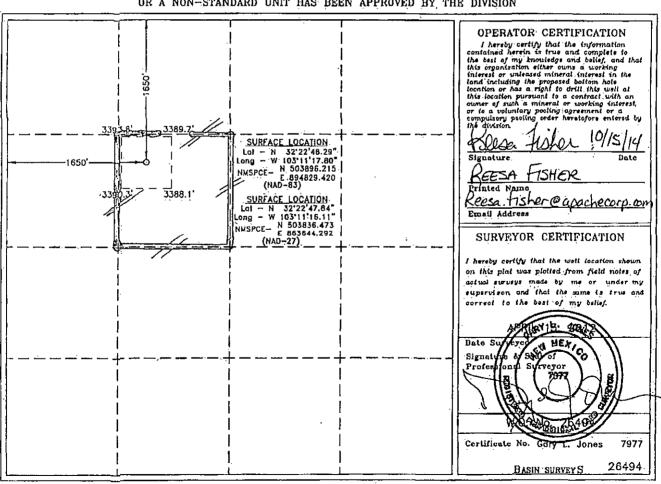
DISTRICT IV
1220 S. St. Francis Dr., Santa Pe, NM 87805

WELL LOCATION AND ACREAGE DEDICATION RECEIVED

CI AMENDED REPORT

30-025-41443			_	Pool Code Pool Namo 62700 WANTE; AB					30	
Property	Cade				Property Nan	10		Well Number		
4016	4 .			ELLIO	TT ÈM "20"	FEDERAL.		003		
0GRED N 873				λDA	Operator Nam ACHE CORPO			Elevation 3390'		
0 / 3	<u> </u>	<u> </u>		APA		2090				
					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	
F	20	22 S	37 E		1650	NORTH	1650	WEST	LEA	
			Bottom	Hole Loc	eation If Diffe	rent From Sur	face			
VL or lot No:	Section	Township	Range	Lot . Idn	Feet from the	North/South line	Feet from the	East/West line	County	
Dedicated Acre	Tolat	or Infill Co	nsolidation	Code Or	der No.	1				
40	30		naonueuon	0000	uei 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



DISTRICT I 1825 N. French Dr., Bobbs, NM 88240

Ħ

DISTRICT II 1301 W. Grand Avenue, Artesis, NW 80210

DISTRICT III 1000 Rio Brazos Rd., Azlec, NM 87410

DISTRICT IV 1220 S. St. Francis Dr., Santa Fe, NM 87606 OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, New Mexico 87505

·Submit, one copy to appropriate

JAN 3 0 2015 Revised July 16, 2010 Form C-102

District Office

RECEIVED

WELL LOCATION AND ACREAGE DEDICATION PLAT

State of New Mexico Energy, Minerals and Natural Resources Dopartment

□ AMENDED REPORT

30-025-41444	62700	WANTZ; ABO		
Property Code 40164		ty Name '20" FEDERAL	Well Number	
ogrid no. 873		or Nama DRPORATION	Elevation 3382	

Surface Location

	UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
1	F	20	22 S	37 E		2310	NORTH	2310	WEST.	LEA
			l.,	·						

Bottom Hole Location If Different From Surface

UL or let No.	Section	Township	Range	Lot Idn	Feet from the	North/South Line	Feet from the	East/West line	County
Dedicated Acre	Joint o	r Infill Co	neolidation (Code Or	ler No.		<u> </u>		

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

· · · · · · · · · · · · · · · · · · ·			
SURFACE LOCATION Lot - N 32'22'41.76" Long - W 103'11'10.09" NMSPCE - N 503244.102 E 895497.062 (NAD-83) SURFACE LOCATION Lot - N 32'22'41.32" Long - W 103'11'08.41" NMSPCE - N 50184.413 E 854311.914 (NAD-27)	3384.3' 3380.8'		OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and bettef, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bettom hole location or has a right to drill this will 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 computory pooling order herelofore entered by the division. LICA ALACC Date Printed Name CEESA ISHER Printed Name CIPSA TISHER Printed Name CIPSA TISHER SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field noise 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 Certificate No. Gary L. Jones 7977
	ļ	1	
<u> </u>	<u> </u>		BASIN SURVEYS 26495

ļŀ

Hobbsocd

DISTRICT I

1025 H. Franch Dr., Hobbs, Mr 88240

DISTRICT II

1001 V. Grand Avenue, Artests, NR 88210

State of New Mexico

Energy, Minerals and Natural Resources Department

JAN 30 2 Porm C-102

Submit one copy to appropriate

DISTRICT III 1000 Rio Brazos Rd., Aztec, NW 67410

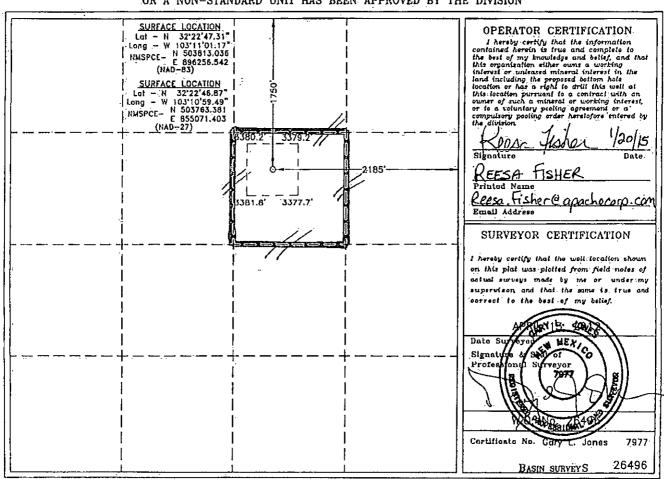
DISTRICT: IV 1220 S. St. Francis Dr., Senia Pe, NM 67505 OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, New Mexico 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

☐ AMENDED REPORT

			HEPP PC	CHITÓI	WIAD WOLKER	GE DEDICALI	ON LUMI		
30-02	Number 3-4140	45		2700		WAN	TZ, ABO		
Property (Property Name ELLIOTT EM "20" FEDERAL					Well Number	
ogrid n				Operator, Name APACHE CORPORATION				Eleva 337	
		•	,		Surface Loc	ation			
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	Enst/West Line	County
G	20	22 S	37 E		1750	NORTH	2185	EAST	LEA
		,	Bottom	Hole Loc	cation [f. Diffe	rent From Sur	face		
UL or lot No:	Section	Домпарір	Range	Lot Idn .	Feet from the	North/South line	Foot from the	Esst/West line	County
Dedicated Acre	Joint o	or Infill Co	nsolidation (Code Or	der No.			1 ,	1

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



HOSSSOCD

DISTRICT I 1025 N. Franch Dr., Hobbs, NM 80240 DISTRICT II 1301 W. Grand Avanue, Artesia, NM 58210

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-102 JAN 1 5 2018 Vised July 16, 2010

Submit one copy to appropriate District Office

DISTRICT, 111 1000 Rio Brazos Rd., Azteo, NH 87410 OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, New Mexico 87505

RECEMED

DISTRICT IV 1220 S. St. Francis Dr., Santa Pe, NN 87508

WELL LOCATION AND ACREAGE DEDICATION PLAT

□ AMENDED REPORT

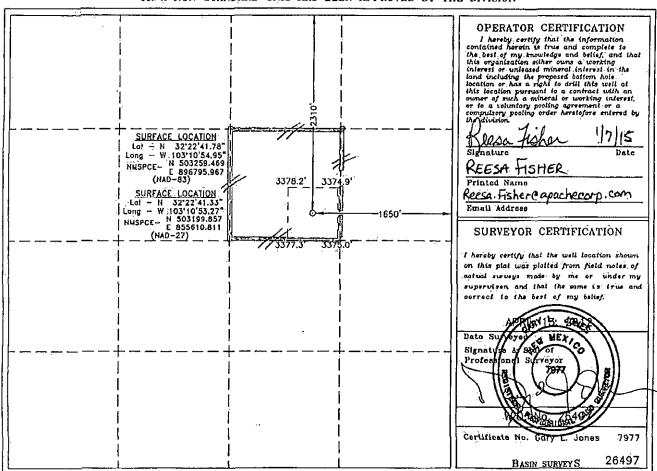
30-025- 41446	62700	WANTZ, ABO
Property Code	Property	
40164	ELLIOTT EM "2	0" FEDERAL
OGRID No.	Operator	
873	APACHE COF	PORATION 3375'
,	/ Surface	ocation

UL or lot No.	Section	Township	'Ŕango	Lot Ida	Peet from the	North/South line	Feet from the	East/West line	County
G	20	22 S	37 E		2310	NORTH	1650	EAST	LEA

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	Beat/West line	County
Dedicated Acres	Joint o	r Ingilii Co	neolidation. (Code Or	der No.				<u> </u>

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



DISTRICT 1

1025 H. Prench Dr., Hobbs, NH ARR 0 3 2014

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-102 Revised July 16, 2010

DISTRICT II

1301 W. Grand Avenue, Artesia, NM 88210

RECEIVED OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, New Mexico 87505

Submit one copy to appropriate.

District Office

DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 67410

DISTRICT IV 1220 S. St. Francis Dr., Santa Pe, NH 87806

WELL LOCATION AND ACREAGE DEDICATION PLAT

☐ AMENDED REPORT

30-025-41442	Pool Code 62700	Pool Name WANTE, ABO
Property Code 40164	Property Nam ELLIOTT EM "20"	FEDERAL OO 1
0GRID No. 873	Operator Nam APACHE CORPO	1

Surface Location

	UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Peet from the	East/West Line	County
	Ε	20	22 S	37 E		1650	NORTH	330	WEST	LEA
•			<u> </u>		<u> </u>	<u> </u>				

Bottom Hole Location If Different From Surface

_															
ſ	UL or lot No.	Section	Township	Range	Let Idn	Peet from the	North/South line	Feet from the	Esst/West line	County					
Į															
I	Dedicated Acres	· Joint o	r infili Co	nsolidation C	ode Ord	ier No.									
1	40		ļ		1										
Į,	90	<u> </u>			I										

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

				
3402 B 3307 1 3400.5' 3394.7'	SURFACE LOCATION Lot - N 32'22'48.27" Long - W 103'11'33.19" NMSPCE - N 503880.497 E 893509.729 (HAD-83) SURFACE LOCATION Lal - N 32'22'47.83" Long - W 103'11'31.50" NMSPCE - E 852324.608 (NAD-27)			OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and bettef, 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 drift this well at this location, pursuant to a centract with an owner of such a mineral or working interest, or to a voluntary pooling order herelofore entered by the division. LUMA HAMA Signature Date RESA TSHER Printed Name Reesa Fisher apachecorp. com Email Address SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was piotted 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 bellef. Date Surveyor MEX. Signature Surveyor Professional Surveyor Certificate No. Gary L. Jones 7977 Certificate No. Gary L. Jones 7977
L		,	Li	BASIN SURVEYS 26492



May 23, 2016

State of New Mexico
OIL CONSERVATION DIVISION
1220 South St. Francis Drive
Santa Fe, New Mexico 87505

Re: Application for Surface Commingling, Measurement of Individual Well Production Township 22 South, Range 37 East Section 20: S/2 NW/4, SW/4 NE/4 Lea County, New Mexico

To Whom It May Concern:

The EM Elliott Federal 20 lease contains five wells. Of these five wells, all but one (the EM Elliott Federal 20 #1) have identical ownership. In order to correctly allocate revenue to the appropriate interest owners, Apache Corporation operates two test separators and a free-water knockout at its EM Elliott Federal 20 battery. The EM Elliott Federal 20 #1 is run through its own test separator at all times, while the other four wells (the #3, #4, #5, and #6) are alternated through the second test separator, with the remaining three wells not in test going to the free-water knockout. Each test separator meters its fluids prior to sending the oil to the heater treater and the water to the tanks. Each test separator also meters gas prior to sending it to the sales point.

If you have any question regarding the aforementioned, please do not hesitate contacting the undersigned at (432) 818-1961

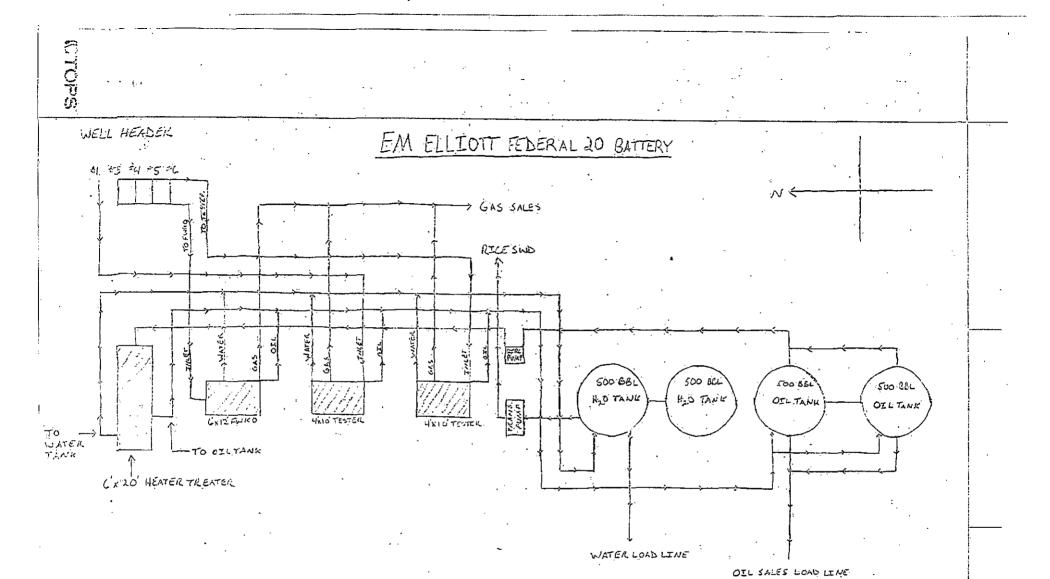
Sincerely,

APACHE CORPORATION

Jacob Bower

Production Engineer

jacob.bower@apachecorp.com



NOTE: branding is not to scale and only represents the relative location of legurament.

Npache

Well Tests

Report Period: February 1, 2016 to May 12, 2016

5/12/2016 7:51:08 AM

(Fluids Pump Strope St

Test	Çhk	Tubing PSIG	Casing		Shut-In PSIG	BH		Pump	Clock	Valid			Volur	nes	3. /F		(Fluids	Pump	
Date	Hrs in	SPM (High Low			Tubing Casing		PIP	Freq.iHz	%		Ttl Liq.	Oil		Frm Gas	Mater	Lift	Level Pump	Stroke	GOR
Region: PERI		District: NW DIS			. u.m.g	. 910		i i cqiiz	<u></u>		Superinten					Litt	Foreman: EUNICE [DE		GOK
ELLIOTT EN	1 20 FED #1		Status:	Producir	ng									(1
02/01/16	24									True	9.00	9.00	225.00	225.00	0.00				25.00
02/02/16	24								4.00%	True	9.00	9.00	224.00	224.00	0.00		;		24.89
02/03/16	24									True	9.00	9.00	225.00	225.00	0.00				25.00
02/04/16	24									True	8.30	8.00	248.00	248.00	0.30				31.00
02/05/16	24									True	8.00	8.00	219.00	219.00	0.00		ļ		27.38
02/10/16	24									True	9.20	8.40	219.00	219.00	0.80				26.07
02/11/16	24									True	7.60	7.60	219.00	219.00	0.00				28.82
02/12/16	24									True	8.50	8.50	217.00	217.00	0.00				25.53
02/13/16	24	350		50					4.00%	True	8.30	8.00	217.00	217.00	0.30				27.13
02/14/16	24									True	7.20	7.20	220.00	220.00	0.00				30.56
02/15/16	24									True	8.50	8.50	218.00	218.00	0.00				25.65
02/16/16	24									True	8.50	8.50	216.00	216.00	0.00				25.41
02/17/16	24									True	8.00	8.00	224.00	224.00	0.00				28.00
02/18/16	24									True	8.00	8.00	220.00	220.00	0.00				27.50
02/19/16	24									True	8.40	8.40	219.00	219.00	0.00				26.07
02/20/16	24									True	8.00	8.00	220.00	220.00	0.00				27.50
02/21/16	24									True	8.00	8.00	225.00	225.00	0.00				28.13
02/22/16	24									True	8.00	8.00	219.00	219.00	0.00				27.38
02/23/16	24									True	8.00	8.00	215.00	215.00	0.00				26.88
02/24/16	24									True	8.00	8.00	213.00	213.00	0.00				26.63
02/25/16	24									True	9.00	9.00	217.00	217.00	0.00				24.11
02/26/16	24									True	8.00	8.00	214.00	214.00	0.00				26.75
02/27/16	24									True	9.00	9.00	215.00	215.00	0.00				23.89
02/28/16	24									True	8.50	8.50	213.00	213.00	0.00				25.06
02/29/16	24									True	8.50	8.50	213.00	213.00	0.00		ļ		25.06
03/01/16	24									True	8.00	8.00	213.00	213.00	0.00				26.63
03/02/16	24									True	8.00	8.00	213.00	213.00	0.00				26.63
03/03/16	24									True	8.00	8.00	214.00	214.00	0.00				26.75
03/04/16	24								4.00%		8.50	8.50	211.00	211.00	0.00				24.82
03/09/16	24				-					True	8.40	8.40	211.00	211.00	0.00				25.12
03/10/16	24									True	8.50	8.50	210.00	210.00	0.00				24.71

5/12/2016 7:51:08 AM

Apache

Well Tests

Report Period: February 1, 2016 to May 12, 2016

iTes	t Chk		īTubin	glPSIG	Casin		Shut-	niPSIG	iвн	***	Pump	Clock	Valid	*		Volu	mes			(File	ılds	Pump	
Date	Hrs In.	SPM	High	Low	High	Low	Tubing	Casing	PSIG '	PIP	Freq. Hz	%	Test	Ttl ·Liq.	OII	Ttl Gas	Frm Gas	Water	Lift	Level	Pump	Stroke	GOR
Region: PER	MIAN		District:	NW DIST	TRICT		·										T (CARNES)			Foreman:	EUNICE [DI	EAN]	
ELLIOTT E	VI 20 FED #1				Status:	Produci	ng																
03/11/16	24												True	8.00	8.00	210.00	210.00	0.00					26.25
03/12/16	24												True	8.00	8.00	210.00	210.00	0.00					26.25
03/13/16	24												True	8.00	8.00	213.00	213.00	0.00					26.63
03/14/16	24												True	7.50	7.50	211.00	211.00	0.00					28.13
03/15/16	24												True	8.50	8.50	210.00	210.00	0.00					24.71
03/16/16	24												True	8.00	8.00	209.00	209.00	0.00				ļ	26.13
03/17/16	24												True	8.80	8.80	208.00	208.00	0.00					23.64
03/18/16	24											4.00%	True	8.00	8.00	208.00	208.00	0.00					26.00
03/23/16	24												True	8.40	8.40	208.00	208.00	0.00					24.76
03/25/16	24												True	8.90	8.90	207.00	207.00	0.00					23.26
03/26/16	24												True	8.50	8.50	209.00	209.00	0.00					24.59
03/27/16	24												True	7.70	7.70	209.00	209.00	0.00					27.14
03/28/16	24												True	8.00	8.00	209.00	209.00	0.00					26.13
03/29/16	24												True	7.00	7.00	209.00	209.00	0.00				ł	29.86
03/30/16	24												True	7.00	7.00	207.00	207.00	0.00					29.57
03/31/16	24												True	8.40	8.40	206.00	206.00	0.00					24.52
04/01/16	24												True	7.60	7.60	205.00	205.00	0.00					26.97
04/02/16	24												True	8.00	8.00	200.00	200.00	0.00					25.00
04/03/16	24												True	8.00	8.00	195.00	195.00	0.00					24.38
04/04/16	24												True	8.00	8.00	200.00	200.00	0.00					25.00
04/05/16	24												True	8.00	8.00	202.00	202.00	0.00		Ĭ			25.25
04/06/16	24												True	8.00	8.00	205.00	205.00	0.00					25.63
04/07/16	24												True	7.60	7.60	204.00	204.00	0.00					26.84
04/08/16	24												True	7.50	7.50	205.00	205.00	0.00					27.33
04/09/16	24												True	7.50	7.50	204.00	204.00	0.00					27.20
04/10/16	24	•											True	8.00	8.00	204.00	204.00	0.00		1			25.50
04/11/16	24							•					True	7.50	7.50	206.00	206.00	0.00					27.47
04/12/16	24												True	8.00	8.00	206.00	206.00	0.00		1			25.75
04/13/16	24												True	7.00	7.00	203.00	203.00	0.00					29.00
04/14/16	24												True	8.00	8.00	204.00	204.00	0.00					25.50
04/15/16	24												True	8.00	8.00	205.00	205.00	0.00					25.63

Source: Avocet -- D_1007 Well Tests

Spache

Well Tests

Report Period: February 1, 2016 to May 12, 2016

5/12/2016 7:51:08 AM

Test	Chk	Tubing PSIG	'Casing	PSIG	Shut-In PSIG	Rump Clocks	,Valid	de la		Volui	nes+ .	The same of the same	(Fluids	Pump	-
Date	¹Hrs dn:	SPM High Low	Highe	Low	Tubing Casing PSIG PIP	Freq. Hz %		Ttl Lig.	íÓil 🦝 🖫	Ttl Gas	Frm Gas	Water Lift*			GÓR
Region: PERM	IIAN	District: NW DIS			-			Superinten					Foreman: EUNICE [DI		
ELLIOTT EM	20 FED #1		Status:	Producir	g								1	1	
04/20/16	24						True	8.00	8.00	204.00	204.0C	0.00		İ	25.50
04/21/16	24						True	7.50	7.50	205.00	205.00	0.00		ļ	27.33
04/22/16	24						True	7.50	7.50	205.00	205.00	0.00			27.33
04/23/16	24						True	8.00	8.00	204.00	204.00	0.00		}	25.50
04/24/16	24	•					True	7.90	7.90	205.00	205.00	0.00		1	25.95
04/25/16	24						True	7.40	7.40	203.00	203.00	0.00		1	27.43
04/26/16	24						True	80.00	55.00	235.00	235.00	25.00			4,27
04/28/16	24						True	11.00	11.00	329.00	329.00	0.00		}	29.91
04/30/16	24						True	7.00	6.00	349.00	349.00	1.00		1	58.17
05/01/16	24						True	7.00	7.00	348.00	348.00	0.00		1	49.71
05/02/16	24						True	6.00	5.00	351.00	351.00	1.00	1)	70.20
05/03/16	24						True	7.00	6.00	349.00	349.00	1.00			58.17
05/04/16	24						True	7.00	7.00	346.00	346.00	0.00			49.43
05/05/16	24						True	13.00	13.00	344.00	344.00	0.00			26.46
05/06/16	24			•			True	7.30	7.00	342.00	342.00	0.30			48.86
05/07/16	24						True	6.60	6.60	340.00	340.00	0.00			51.52
05/08/16	24						True	7.40	7.40	337.00	337.0Ò	0.00			45.54
05/09/16	24						True	7.00	7.00	334.00	334.00	0.00			47.71
Averages by C	·						Ì	8.95	8.58	229.84	229.84	0.37			1
ELLIOTT EM			Status:	Producin	g					•					[
02/01/16	24					27.00%	True	62.00	9.00	135.00	135.00	53.00			15.00
02/02/16	24					17.00%	True	24.00	5.00	125.00	125.00	19.00			25.00
02/03/16	24					14.00%	True	24.00	5.00	128.00	128.00	19.00			25.60
02/04/16	24					16.00%	True	39.20	11.20	135.00	135.00	28.00			12.05
02/05/16	24					56.00%	True	138.00	9.00	119.00	119.00	129.00			13.22
02/10/16	24					25.00%	True	68.30	8.30	116.00	116.00	60.00			13.98
02/11/16	24					25.00%		68.50	7.50	116.00	116.00	61.00			15.47
02/12/16	24					24.00%		69.20	8.20	115.00	115.00	61.00			14.02
02/13/16	24					24.00%	True	69.20	8.20	116.00	116.00	61.00			14.15

Appache.

Well Tests

Report Period: February 1, 2016 to May 12, 2016

Chk / Casing PSIG *Tubing PSIG Shut-In PSIG . BH . Pump Clock Valid Fluids PIP Freq.Hz % In. SPM Date Hrs High Low Test Til Liq Oil Til Gas Frm Gas Water Lift High Low Tubing Casing PSIG Level : Pump Region: PERMIAN District: NW DISTRICT Superintendent: NW DISTRICT (CARNES) Foreman: EUNICE [DEAN] ELLIOTT EM 20 FED #3 Status: Producing 02/14/16 24 24.00% True 70.00 9.00 115.00 115.00 61.00 12.78 02/15/16 24 24.00% True 69.60 8.60 115.00 115.00 61,00 13.37 02/16/16 24 24.00% True 66.50 8.50 115.00 115.00 58.00 13.53 02/17/16 24 24.00% True 67.00 8.00 115.00 115.00 59.00 14.38 03/05/16 24 56.00% True 57.00 8.00 113.00 113.00 49.00 14.13 03/06/16 24 36.00% True 58.00 8.00 115.00 115.00 50.00 14.38 03/07/16 24 43.00% True 57.00 9.00 120.00 120.00 48.00 13.33 03/08/16 24 56.00% True 71.00 9.00 121.00 121.00 62.00 13.44 03/09/16 24 39.00% True 52.40 8.40 114.00 114.00 44.00 13.57 03/10/16 24 50.00% True 67.50 9.50 112.00 112.00 58.00 11.79 03/11/16 24 57.00% True 68.50 8.50 113.00 113.00 60.00 13.29 03/12/16 24 54.00% True 62.30 8.30 113.00 113.00 54.00 13.61 03/13/16 24 300 5.5 50.00% True 62.30 8.30 113.00 113.00 54.00 13.61 03/14/16 24 52.00% True 62.00 9.00 113.00 113.00 53.00 12.56 03/15/16 24 55.00% True 68.50 8.50 113.00 113.00 60.00 13.29 03/16/16 24 46.00% True 59.00 9.00 112.00 112.00 50.00 12.44 03/17/16 24 48.00% True 59.00 7.00 113.00 113.00 52.00 16.14 03/18/16 24 58.00% True 68.20 9.20 112.00 112.00 59.00 12,17 05/01/16 24 True 59.00 9.00 118.00 118.00 50.00 13.11 Averages by Completion: 63.11 8.36 117.14 117.14 54.75 ELLIOTT EM 20 FED #5 Status: Producing 02/18/16 24 True 0.00 0.00 291.00 291.00 0.00 0.00 02/19/16 24 True 4.00 4.00 331.00 331.00 0.00 82.75 02/20/16 24 True 4.00 300.00 4.00 300.00 0.00 75.00 02/21/16 24 True 4.00 4.00 315.00 315.00 0.00 78.75 02/22/16 24 True 4.00 4.00 313.00 313.00 0.00 78.25 02/23/16 24 True 4.00 4.00 310.00 310.00 0.00 77.50 02/24/16 24 True 4.00 321,00 4.00 321.00 0.00 80.25 02/25/16 24

True

4.50

4.50

318.00

318.00

0.00

Source: Avocet -- D_1007 Well Tests

70.67

5/12/2016 7:51:08 AM

5/12/2016 7:51:08 AM

Syptema low

Well Tests

Report Period: February 1, 2016 to May 12, 2016

	Hrs	hk In.⊹∵ÇSI	PM High Lo	w High (I	SIG Shu	t-In PS	iG 5 , BH ∰	Pump Clock Valid	ាម Liq. ទី	"ZOII"(Š	Volun Til Gas	100	Water Lift	Fluids /	Pump Stroke	GOR
Region: PERM			District: NW						Superinte	ndent: NW	DISTRICT	(CARNES)		Foreman: EUNICE [DI	EAN]	
ELLIOTT EM		#5		Status: Pre	oducing				ŀ					ļ]]	
02/26/16	24							True	4.00	4.00	320.00	320.00	0.00			80.00
03/19/16	24	18						True	4.00	4.00	315.00	315.00	0.00			78.75
03/20/16	24							True	3.00	3.00	316.00	316.00	0.00			105.33
03/21/16	24							True	5.00	4.00	316.00	316.00	1.00			79.00
03/22/16	24							True	4.00	4.00	314.00	314.00	0.00			78.50
03/23/16	24							True	3.50	3.40	321.00	321.00	0.10		:	94.41
03/24/16	24							True	3.40	3.40	319.00	319.00	0.00			93.82
03/25/16	24	18	150	200	4	50	450	True	4.00	4.00	318.00	318.00	0.00			79.50
03/26/16	24	20						True	7.00	5.40	337.00	337.00	1.60			62.41
03/27/16	24							True	4.70	4.00	385.00	385.00	0.70			96.25
03/28/16	24							True	3.40	3.40	355.00	355.00	0.00			104.41
03/29/16	24							True	2.70	2.70	339.00	339.00	0.00			125.56
04/06/16	24							True	9.60	6.20	11.00	11.00	3.40			1.77
04/07/16	24		220	920				True	338.00	283.00	280.00	280.00	55.00			0.99
04/08/16	24		20	900				True	334.00	295.00	310.00	310.00	39.00			1.05
04/09/16	24		120	820				True	391.00	334.00	310.00	310.00	57.00	1	\	0.93
04/11/16	24		220	800				True	322.00	278.00	310,00	310.00	44.00			1.12
04/12/16	24		140	760				True	310.00	270.00	308.00	308.00	40.00			1.14
04/13/16	24		80	720				True	281.00	239.00	304.00	304.00	42.00			1.27
04/14/16	24		280	720				True	266.00	225.00	303.00	303.00	41.00			1.35
04/15/16	24		260	700				True	254.00	205.00	298.00	298.00	49.00			1.45
04/16/16	24							True	280.00	202.00	295.00	295.00	78.00		ĺ i	1.46
04/17/16	24							True	216.00	156.00	285.00	285.00	60.00			1.83
04/18/16	24							True	223.00	159.00	276.00	276.00	64.00			1.74
04/20/16	24		220	700				True	215.00	160.00	281.00	281.00	55.00			1.76
04/21/16	24		100	640				True	204.00	150.00	282.00	282.00	54.00			1.88
04/22/16	24		180	680				True	224.00	160.00	280.00	280.00	64.00			1.75
04/23/16	24		180	680				True	223.00	158.00	283.00	283.00	65.00			1.79
04/24/16	24		60	700				True	216.00	150.00	283.00	283.00	66.00			1.89
04/25/16	24		240	680				True	210.00	145.00	284.00	284.00	65.00			1,96
04/26/16	24		200	680				True	212.00	145.00	293.00	293.00	67.00			2.02

Source: Avocet -- D_1007 Well Tests

5/12/2016 7:51:08 AM

Apparchu!

Well Tests

Report Period: February 1, 2016 to May 12, 2016

	Hrs In.	SPM: High	Low High	PSIG Shut In PSIG BH Primp Clock		arti Liq.∗	i Oil,	Volur Til Gas		Water Lift	Fluids	Pump Stroke	GOR/
Region: PERI		District: N	IW DISTRICT			Superinter	ndent: NW	DISTRICT	(CARNES)		Foreman: EUNICE [DI	EAN]	
ELLIOTT EN				Producing									
04/28/16	24	240	760		True	209.00	131.00	278.00	278.00	78.00			2.12
04/30/16	24	100	700		True	183.00	108.00	246.00	246.00	75.00		1	2.28
05/01/16	24	480	880		True	110.00	54.00	135.00	135.00	56.00			2.50
05/02/16	24				True	108.00	57.00	142.00	142.00	51.00			2.49
05/03/16	24	000	000		True	88.00	23.00	68.00	68.00	65.00			2.96
05/04/16	24	220	900		True	137.00	75.00	234.00	234.00	62.00			3.12
05/05/16	24	320	840		True	154.00	80.00	218.00	218.00	74.00			2.73
05/06/16 05/07/16	24 24	160	860		True	175.00	100.00	191.00	191.00	75.00			1.91
05/08/16	24	300	740		True	187.00	107.00	212.00	212.00	80.00			1.98
05/09/16	24	260	820 820		True	197.00	117.00	240.00	240.00	80.08		i	2.05
Averages by		320	620		True	195.00	120.00	260.00	260.00	75.00			2.17
	-					130.98	95.32	279.08	279.08	35.66			I
ELLIOTT EN			Status:	Producing								;	I
02/01/16	24	8.0 250			True	11.00	11.00	285.00	285.00	0.00]	25.91
02/02/16	24	350		13.00%	True	15.00	15.00	285.00	285.00	0.00			19.00
02/03/16	24				True	16.50	16.50	283.00	283.00	0.00	1		17.15
02/26/16	24	5.5		21.00%	True	15.70	13.70	275.00	275.00	2.00	1		20.07
02/28/16	24	400			True	17.60	16.40	274.00	274.00	1.20	i		16.71
02/29/16	24			30.00%		15.90	15.50	276.00	276.00	0.40			17.81
03/01/16 03/02/16	24 24	050			: True	15.60	15.00	274.00	274.00	0.60			18.27
03/02/16	24	350		40.00%	- 1	14.50	14.00	273.00	273.00	0.50		1	19.50
03/03/16	24				True	16.10	15.50	276.00	276.00	0.60			17.81
03/29/16	24	5.5 300			True	14.00	13.60	275.00	275.00	0.40			20.22
03/23/16	24	375		40.000	True	12.20	12.20	241.00	241.00	0.00			19.75
04/28/16	24	313		18.00%		13.00	13.00	277.00	277.00	0.00			21.31
04/30/16	24				True	17.60	7.60	260.00	260.00	10.00			34.21
05/01/16	24				True	13.00	11.00	283.00	283.00	2.00			25.73
05/02/16	24				True	28.00	24.00	275.00	275.00	4.00			11.46
1 33/32/10	<u> </u>				True	11.00	10.00	280.00	280.00	1.00			28.00

Apona bia

05/03/16 24

Averages by Completion:

Well Tests

5/12/2016 7:51:08 AM

Rep	oort Period: February 1, 2016 to May 12, 2016	i		
Test Chk S	Tubing PSIG Casing PSIG Shut-in PSIG	7 56 1 4 4 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	Volumes	Fluids Pump Substitute (GOR
Region: PERMIAN	District: NW DISTRICT	Su	uperintendent: NW DISTRICT (CARNES)	Foreman: EUNICE [DEAN]
ELLIOTT EM 20 FED #6	Status: Producing			

True

280.00

274.82

13.00 12.00

13.88

280.00

274.82

1.00

1.39

Source: Avocet -- D_1007 Well Tests

NEW MEXICO 'M' STATE	ENCORE M STATE	PATSY /BJ ?		8J 1	COLE RE-STATE
NCO METATE	STATE OF NEW MEXICO	- ∳-		•	,
4)	ez		CHESTINS		
ENCOREM STATE O MEXICO 6T M O T	BLINEDRY DOWNARD SWD ENCORE MISTATE STATE O THIS off Fed. 20 TWN 225, RNG 37	Bottery PATEUR	РАТЗУ 2 - ф -	PAISY •	UNGL MIX PINGS TRE
ENCORE M STATE	ELINOTT M 20 7 CEMAL E MOTT-SECERAL B-2	ELLIOTT EM 30 FEDERAL ELLIOTT EXO ELLIOTT EM 20 FEDERAL	ELLIOTT EM '20 FECERAL ELLIOTT #5 25/ ELLIOTT EM '20 FECERAL	ELIXOTT B20	LINGL MITX PINNS TRE
COME M STATE TEM	HORRS: M - - © -	ENCORE MISTATE 12 MEW MEXICO 'M' STATE 3	NEW MEXICO STATE 77 ENCORIE M STATE 15 IMASTATE M 74	CLOWER-STATE ENCORE M STATE O	LINGL MTX PINES TRIO We
NM STATE M	NAM STATE M	EW MEXICO IN ST MM STATE M ENCORE M STATE M ENCORE M STATE M STATE M	NEW MEXICO STATE 70	UNGL MTX PHAKE UT TR	LNOL MIX PINES UT TR
		DEW ME	XIOO STATE M		
	псо-вт м 37 3-		-Y-		
STATE M W31 - • -	NEW MEXICO CR STATE STATE M	STATE M WIZD	STATE IN WEST CONTROL STATE STATE	LNGL MIZ PRIES LT	UNGLIMTX PHPS UT38
					FEET

Note: Battery size not to scale

Wells within the boundaries of the Bureau of Land Management Lease USA NMNM-057256 as it pertains to the following described lands:

Township 22 South, Range 37 East Section 20: S/2 NW/4, SW/4 NE/4 Lea County, New Mexico

- Elliott EM 20 Federal #001 (API 30-025-41442)
- Elliott EM 20 Federal #003 (API 30-025-41443)
- Elliott EM 20 Federal #004 (API 30-025-41444)
- Elliott EM 20 Federal #005 (API 30-025-41445)
- Elliott EM 20 Federal #006 (API 30-025-41446)

DATE: 5/10/2016

Elliott EM Federal Lease Section 20 T22S R37E Lea County, New Mexico



PERMIAN OFFICE 303 Veterans Airpark Ln #600 Midland, TX 79705 Phone: (432) 818-1000

Legend

	ท Federal vveils M_Federal_Lease	
1:12,000	02,640	5,280 N
1 " = 1,000 '		Feet A
	T22S R37E	
19		20
	•	
	•	
	• •	
:		
30		29



SAMPLE LETTER TO INTEREST OWNERS

May 11, 2016

ADDRESS

XXXX

XXXX

XXXX

Re:

Request for Approval to Surface Commingle Production from Elliott EM 20 Federal #001, #003, #004, #005, #006 Township 22 South, Range 37 East Section 20: S/2 NW/4, SW/4 NE/4 Lea County, New Mexico

Dear Interest Owner:

Apache Corporation ("Apache") hereby requests to surface commingle production from the following five (5) existing wells:

- Elliott EM 20 Federal #001 (API 30-025-41442)
- Elliott EM 20 Federal #003 (API 30-025-41443)
- Elliott EM 20 Federal #004 (API 30-025-41444)
- Elliott EM 20 Federal #005 (API 30-025-41445)
- Elliott EM 20 Federal #006 (API 30-025-41446)

Apache plans to recomplete the Elliott EM 20 Federal #006 to the Devonian formation and surface commingle production with the other four Elliott EM 20 Federal wells. Apache believes that commingling will not decrease the value of the production from each well.

Additionally, Apache believes commingling will prevent waste and promote conservation by utilizing the same tank battery equipment for each well, thereby reducing the incremental investment capital that would otherwise be needed to build a separate facility or separately meter for each well or formation produced and, as a result will extend the economic life of the wells and leases.

Please be aware that your royalty interest would be unaffected by an approved surface commingle and the revenue received from production may in fact increase with the successful completion of this project.

Please evidence your approval to the surface commingle production from the five aforementioned wells by executing below and returning one (1) copy to my attention using the enclosed prepaid envelope provided for your convenience.

If you have any question regarding the aforementioned, please do not hesitate contacting the undersigned at (432) 818-2003

Sincerely, APACHE CORPORATION	N			
John Bekumeyen				
Jake Bebermeyer Landman jake.bebermeyer@apachecor	p.com			
The undersigned hereby appro subject to further approval by	ves to surface con the NMOCD.	nmingle producti	on, as proposed or	n page 1 of this letter
Signature				
Printed Name				
Fitle				



May 23, 2016

State of New Mexico
OIL CONSERVATION DIVISION
1220 South St. Francis Drive
Santa Fe, New Mexico 87505

Re:

Application for Surface Commingling Township 22 South, Range 37 East Section 20: S/2 NW/4, SW/4 NE/4 Lea County, New Mexico

Ladies and Gentlemen:

Leasehold ownership (lessee interest, royalty interest and overriding royalty interest) exists under Bureau of Land Management Lease USA NMNM-057256 as it pertains to the following described lands:

Township 22 South, Range 37 East Section 20: S/2 NW/4, SW/4 NE/4 Lea County, New Mexico

However, working interest ownership on a well by well basis does vary due to a non-consenting party in one of the wells. Enclosed with this letter is a breakdown of the working interest amongst the five wells.

Depths covered under the identical ownership are all depths below the base of the Queen formation. A list of existing wells on the lease area is included herewith, along with a plat depicting the boundaries of the above described lease area.

If you have any question-regarding the aforementioned, please do not hesitate contacting the undersigned at (432) 818-2003

Sincerely,

APACHE CORPORATION

Jake Bebermeyer

Landman

jake:bebermeyer@apachecorp.com

Encls.

Wells within the boundaries of the Bureau of Land Management Lease USA NMNM-057256 as it pertains to the following described lands, along with the working interest of the parties:

Township 22 South, Range 37 East Section 20: S/2 NW/4, SW/4 NE/4 Lea County, New Mexico

Elliott EM 20 Federal #001 (API 30-025-41442)

o Conoco Philips:

Non Consent

o Chevron:

33:333% WI

o ZPZ Delaware I LLC:

33.333 % WI

o Apache Corporation:

33.334% WI

Elliött EM 20 Federal #003 (API 30-025-41443)

o Conoco Philips:

25.000% WI

o Chevron:

25.000% WI

o ZPZ Delaware I LLC:

25.000% WI

o' Apache Corporation:

25.000% WI

Ellioft EM 20 Federal #004 (API 30-025-41444)

o Conoco Philips:

25:000% WI

o Chevron:

25.000% WI

o ZPZ Delaware I'LLC:

25.000% WI

o Apache Corporation:

.25.000% WI

Elliott EM 20 Federal #005 (API 30-025-41445)

o Conoco Philips:

25.000% WI

o. Chevron:

25.000% WI

o ZPZ Delaware I LLC:

25:000% WI

o Apache Corporation:

25:000% WI

e: Elliott EM 20 Federal #006 (API 30-025-41446)

Conoco Philips:

25.000% WI

o Chevron:

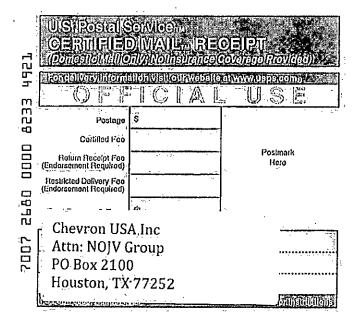
25.000% WI

o ZPZ Delaware I LLC:

25.000% WI

Apache Corporation;

25.000% WI



	US PostalS CERUIFIED (Pomestic Mellio) Toxistic publications) MAIL RECE	IPU rágerrovideu) www.usiis.combr.
26,80 0000 08,33	Postago Contilled Feo Return Receipt Foo (Endorsoment Required) Restricted Delivery Feo (Endorsoment Required)	\$	Postmark Hero
ConocoPhillips Company 22295 Network Place Chicago, IL 60673		ork Place	(palipalderion)