

DAC-HOB

Order Number

408

API Number

30-025-35333

Operator

Apache Corporation

County

Lea

Order Date

9-21-10

Well Name

Red tag

Number

1

Location

J

UL

2

Sec

205

T (+Dir)

38E

R (+Dir)

Oil %

18%

Gas %

20%

Pool 1

33230

House Blinbry

Pool 2

78760

House Tibb

12%

27%

Pool 3

33250

House - Drinkard

70%

53%

Pool 4

33210

House - Abo

0%

0%

Comments:

Posted

RBDMS

9-22-10

COA

DOWNHOLE COMMINGLE CALCULATIONS:

OPERATOR: Apache Corporation

PROPERTY NAME: Red tag

WNULSTR: #1 - J - 2 - 205 - 38 E

DHC-HOB-408
30-025-35333

SECTION I:	ALLOWABLE AMOUNT
POOL NO. 1 <u>House Blinebry</u>	<u>142</u> <u>284</u> MCF
POOL NO. 2 <u>House Tubb</u>	<u>142</u> <u>284</u> MCF
POOL NO. 3 <u>House Drinkard</u>	<u>142</u> <u>284</u> MCF
POOL NO. 4 <u>House Abo</u>	<u>142</u> <u>284</u> MCF
POOL TOTALS	<u>426</u> <u>852</u>

SECTION II:	<u>Oil</u>	<u>Gas</u>
POOL NO. 1 <u>House Blinebry</u>	<u>18%</u>	<u>20%</u>
POOL NO. 2 <u>House Tubb</u>	<u>12%</u>	<u>27%</u>
POOL NO. 3 <u>House Drinkard</u>	<u>70% 426 = 298.2</u>	<u>53%</u>
POOL NO. 4 <u>House Abo</u>	<u>0</u>	<u>0</u>

<u>OIL</u>	<u>GAS</u>
SECTION III: <u>$70\% \div 142 = 202.85$</u> <u>$< 203 >$</u>	
SECTION IV: <u>$18\% \times 203 = 36.54$</u>	<u>$< 37.7 >$</u>
<u>$12\% \times 203 = 24.36$</u>	<u>$< 24 >$</u>
<u>$70\% \times 203 = 142.1$</u>	<u>$< 142 >$</u>

State of New Mexico
Energy, Minerals and Natural Resources

RECEIVED

SEP 07 2010

HOBBSOCD

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

WELL API NO. 30-025-35333 ✓
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No. BO-9652
7. Lease Name or Unit Agreement Name Redtag ✓
8. Well Number 001 /
9. OGRID Number 873 /
10. Pool name or Wildcat House;Blinebry/House;Tubb/House;Drinkard

SUNDY NOTICES AND REPORTS ON WELLS
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well: ☒ Oil Well ☐ Gas Well ☐ Other.

2. Name of Operator
Apache Corporation ✓

3. Address of Operator
303 Veterans Airpark Lane, Suite 3000 Midland, TX 79705

4. Well Location
Unit Letter J : 2460 feet from the South line and 2310 feet from the East line
Section 2 Township 20S Range 38E NMPM County Lea ✓

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3566' GR

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

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐
DOWNHOLE COMMINGLE ☐

OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☐
CASING/CEMENT JOB ☐

OTHER: AMEND DHC-3769 ☒

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.

Apache would like to amend DHC-3769 to the following:

Pools: House; Blinebry Perfs: Blinebry 6008'-6108'
House; Tubb Tubb 6746'-6777'
House; Drinkard Drinkard 7003'-7056'
House; Abo Abo 7356'-7453' CIBP set @ 7270'

The allocations change to the following:

	Oil	Gas	Wtr
Blinebry	18%	20%	35%
Tubb	12%	27%	18%
Drinkard	70%	53%	47%
Abo	0%	0%	0%

Spud Date: 11/14/2001

Rig Release Date: 02/04/2002

DHC-HOB-408

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Reesa Holland TITLE Sr. Engr Tech DATE 09/03/2010

Type or print name Reesa Holland E-mail address: Reesa.Holland@apachecorp.com PHONE: 432/818-1062

For State Use Only

APPROVED BY: [Signature] TITLE PETROLEUM ENGINEER DATE SEP 21 2010

Conditions of Approval (if any):

7m

DISTRICT I
P. O. Box 1980
Hobbs, NM 88241-1980

State of New Mexico
En , Minerals, and Natural Resources I rtment

Form C-102
Revised 02-10-94
Instructions on back

DISTRICT II
P. O. Drawer DD
Artesia, NM 88211-0719

OIL CONSERVATION DIVISION
P. O. Box 2088
Santa Fe, New Mexico 87504-2088

Submit to the Appropriate
District Office
State Lease - 4 copies
Fee Lease - 3 copies

DISTRICT III
1000 Rio Brazos Rd.
Aztec, NM 87410

DISTRICT IV
P. O. Box 2088
Santa Fe, NM 87507-2088

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

1 API Number 30-025-35333		2 Pool Code 78760 33230		3 Pool Name House ; Tubb Blinberry					
4 Property Code 27082		5 Property Name REDTAG				6 Well Number 1			
7 OGRID No. 03659		8 Operator Name CAPATAZ OPERATING INCORPORATED				9 Elevation 3586'			
10 SURFACE LOCATION									
UL or lot no. J	Section 2	Township 20 SOUTH	Range 38 EAST, N.M.P.M.	Lot Ida	Feet from the 2460'	North/South line SOUTH	Feet from the 2310'	East/West line EAST	County LEA
11 BOTTOM HOLE LOCATION IF DIFFERENT FROM SURFACE									
UL or lot no.	Section	Township	Range	Lot Ida	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 WELL 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 hereby certify that the information contained herein is true and complete to the best of my knowledge and belief. Signature: Printed Name: H Scott Davis Title: Agent Date: 12-04-00			
						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 OCTOBER 20, 2000			
						Signature and Seal of Professional Surveyor V. L. BEATON, No. 7920 JOB # 7225 JCP			

DISTRICT I
P. O. Box 1980
Hobbs, NM 88241-1980

State of New Mexico
En , Minerals, and Natural Resources I rtment

Form C-102
Revised 02-10-94
Instructions on back

DISTRICT II
P. O. Drawer 00
Artesia, NM 88211-0719

OIL CONSERVATION DIVISION
P. O. Box 2088
Santa Fe, New Mexico 87504-2088

Submit to the Appropriate
District Office
State Lease - 4 copies
Fee Lease - 3 copies

DISTRICT III
1000 Rio Brazos Rd.
Aztec, NM 87410

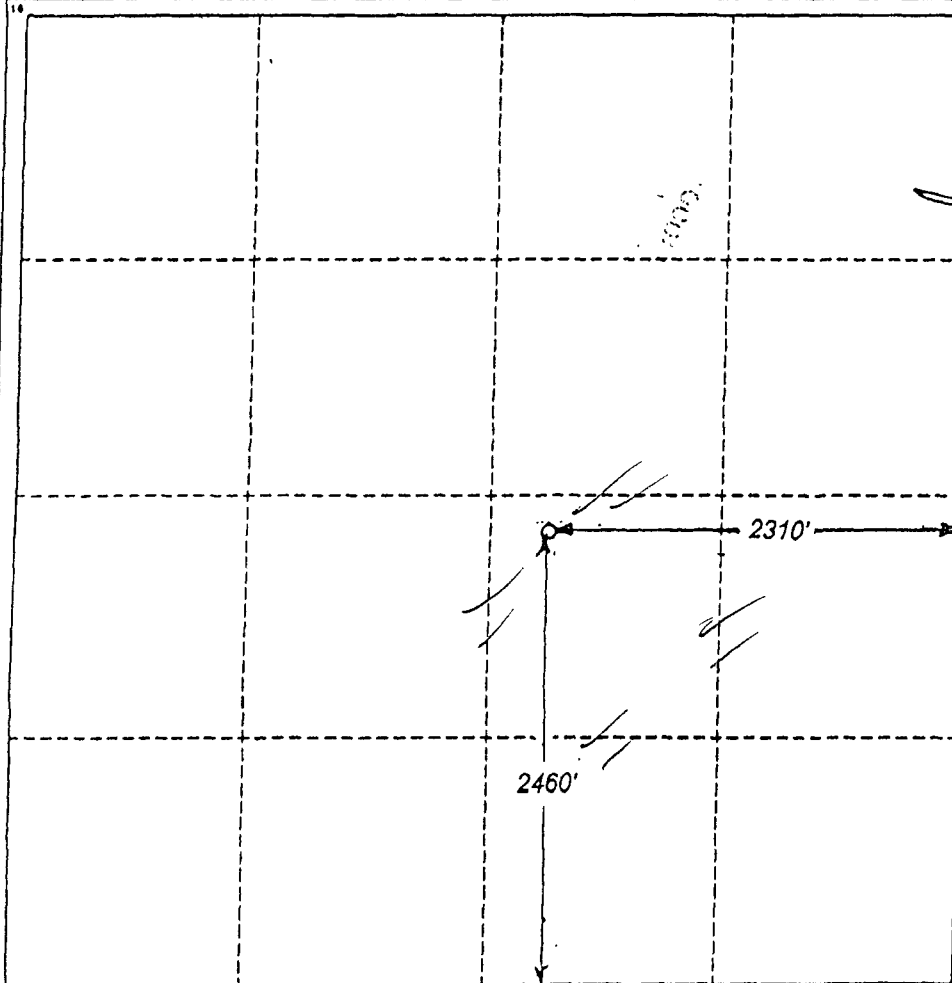
☐ AMENDED REPORT

DISTRICT IV
P. O. Box 2088
Santa Fe, NM 87507-2088

WELL LOCATION AND ACREAGE DEDICATION PLAT

1 API Number 30-025-35333		2 Pool Code 78760		3 Pool Name House ; Tubb					
4 Property Code 27082		5 Property Name REDTAG				6 Well Number 1			
7 OGRID No. 03659		8 Operator Name CAPATAZ OPERATING INCORPORATED				9 Elevation 3588'			
10 SURFACE LOCATION									
UL or lot no. J	Section 2	Township 20 SOUTH	Range 38 EAST, N.M.P.M.	Lot Ida	Feet from the 2460'	North/South line SOUTH	Feet from the 2310'	East/West line EAST	County LEA
11 BOTTOM HOLE LOCATION IF DIFFERENT FROM SURFACE									
UL or lot no.	Section	Township	Range	Lot Ida	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 WELL 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 hereby certify that the information
contained herein is true and complete
to the best of my knowledge and belief.

Signature

Printed Name
H Scott Davis

Title

Agent

Date

12-04-00

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
OCTOBER 20, 2000

Signature and Seal
Professional Surveyor

Certificate No.
V. L. BEATSON
Professional Surveyor
NO. 7920

JOB # **7225** STATE OF NEW MEXICO JCP

DISTRICT I
P. O. Box 1980
Hobbs, NM 88241-1980

State of New Mexico
En . Minerals, and Natural Resources I rtment

Form C-102
Revised 02-10-94
Instructions on back

DISTRICT II
P. O. Drawer DD
Artesia, NM 88211-0719

OIL CONSERVATION DIVISION
P. O. Box 2088
Santa Fe, New Mexico 87504-2088

Submit to the Appropriate
District Office
State Lease - 4 copies
Fee Lease - 3 copies

☐ AMENDED REPORT

DISTRICT III
000 Rio Brazos Rd.
Aztec, NM 87410

DISTRICT IV
P. O. Box 2088
Santa Fe, NM 87507-2088

WELL LOCATION AND ACREAGE DEDICATION PLAT

1 API Number 30-025-35333	2 Pool Code 33250	3 Pool Name House Drinkard
4 Property Code 27082	5 Property Name REDTAG	6 Well Number 1
7 OGRID No. 03659	8 Operator Name CAPATAZ OPERATING INCORPORATED	9 Elevation 3586'

10 SURFACE LOCATION

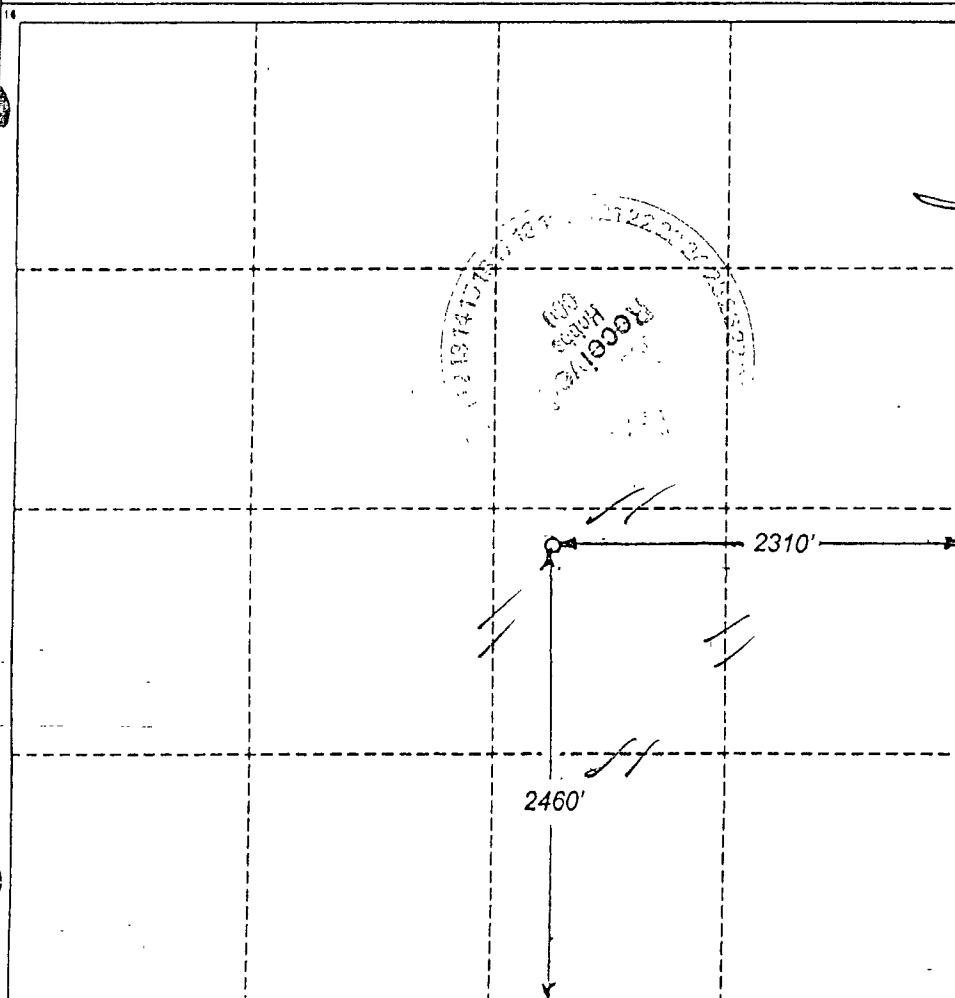
UL or lot no. J	Section 2	Township 20 SOUTH	Range 38 EAST, N.M.P.M.	Lot Ida	Feet from the 2460'	North/South line SOUTH	Feet from the 2310'	East/West line EAST	County LEA
--------------------	--------------	----------------------	----------------------------	---------	------------------------	---------------------------	------------------------	------------------------	---------------

"BOTTOM HOLE LOCATION IF DIFFERENT FROM SURFACE

UL or lot no.	Section	Township	Range	Lot Ida	Feet from the	North/South line	Feet from the	East/West line	County
---------------	---------	----------	-------	---------	---------------	------------------	---------------	----------------	--------

11 Dedicated Acres 40	12 Joint or Infill	13 Consolidation Code	14 Order No.
--------------------------	--------------------	-----------------------	--------------

NO ALLOWABLE WELL 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 hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

Signature

Printed Name

H Scott Davis

Title

Agent

Date

12-04-00

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

OCTOBER 20, 2000

Signature and Seal of Professional Surveyor

Professional Surveyor

Signature

Professional Surveyor

Signature

Professional Surveyor

Signature

Professional Surveyor

Signature

Professional Surveyor

Signature

Professional Surveyor