United States Department of the Interior 13504 **BUREAU OF LAND MANAGEMENT** RECEIVED **ROSWELL FIELD OFFICE** 2909 West Second Street Roswell, New Mexico 88201-2019 SEP 1 9 2005 IN REPLY REFER OIL CONSERVATION NMNM112723X 3180 NM(513)* SEP 1 5 2005 DIVISION Apache Corporation Attention: Mario R. Moreno, Jr.

Attention: Marig R. Moreno, Two Warren Place, Suite 1500 6120 S. Yale Tulsa, OK 74136-4224

Gentlemen:

This office is in receipt of 3 copies of the Certificate of Effectiveness for the East Blinebry-Drinkard Unit Agreement, No. NMNM112723X, Lea County, New Mexico.

Such certificates are hereby accepted for record purposes and one copy is returned for your files

Therefore, pursuant to Section 24 of the unit agreement, the East Blinebry-Drinkard Unit Agreement, No. NMNM112723X became effective as of September 1, 2005.

You are requested to furnish all interested principals with appropriate evidence of this acceptance.

Sincerely,

(ORIG. SGU.) JOHN S. SIMITZ

Larry D. Bray Assistant Field Manager, Lands and Minerals

Enclosure

cc: MMS, Denver (357B-1,G. Ryer/C. Collins) NMOCD, Santa Fe



United States Department of the Interior

BUREAU OF LAND MANAGEMENT **ROSWELL FIELD OFFICE** 2909 West Second Street Roswell, New Mexico 88201-2019

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Apache Corporation Attention: Mario R. Moreno, Jr. Two Warren Place, Suite 1500 6120 S. Yale Tulsa, OK 74136-4224

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Gentlemen:

Your application of January 5, 2005, filed with the BLM requests the designation of the East Blinebry Drinkard Unit area, embracing 2080.00 acres, more or less, Lea County, New Mexico, as logically subject to secondary recovery operations under the unitization provisions of the Mineral Leasing Act as amended.

Pursuant to unit plan regulations 43 CFR 3180, the land requested as outlined on your plat marked Exhibit A, Apache Corporation, East Blinebry Drinkard Unit, Lea County, New Mexico, is hereby designated as a logical unit area and has been assigned No. NMNM112723X. This designation is valid for a period from one year from the date of this letter.

Waterflooding will be limited to the following interval: That interval underlying the Unit Area, the vertical limits of which extend from an upper limit 75 feet ablve the stratigraphic Blinebry marker to a lower limit at the top of the Abo formation as seen on the Type Log from the Continental Lockhart B-11 #17 located at 1980' FNL and 1980' FEL, Section 11, T. 21 S., R. 37 E., and is that interval which is correlative to the interval from 5615' to 6795' below the surface measured from the derrick floor as shown on Exhibit "C" Type Log. The Blinebry marker has been defined by the New Mexico Oil Conservation Commission (NMOCC) at a depth of 5457 feet (elevation 3380, sub-sea datum 2077) in Exxon State S #20, located in the SW1/4NW1/4 of Section 2, T. 22 S., R. 37 E., Lea County, New Mexico).

Your basis for allocation of unitized substances and your proposed form of unit agreement are acceptable. Corrections that need to be made to Exhibit B are marked in red on the enclosed Exhibit.

If conditions are such that modification of said standard form is deemed necessary, two copies of the proposed modifications with appropriate justification must be submitted to this office for preliminary approval.

In the absence of any type of land requiring special provisions or any objections not now apparent, a duly executed agreement identical with said form, modified as outline above, will be approved if submitted in approvable status within a reasonable period of time. However, notice is hereby given that the right is reserved to deny approval of any executed agreement submitted which in our opinion, does not have the full commitment of sufficient lands to afford effective control of operations in the unit area.

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When the executed agreement is transmitted to the BLM for final approval, include the latest status of all acreage. In preparation of Exhibits "A" and "B", follow closely the format of the sample exhibits attached to the reprint of the aforementioned form. You will also need to submit an initial Plan of Operations and a list of wells showing the old well names and numbers and the new well names and numbers.

Inasmuch as this unit agreement involves Fee lands, we are sending a copy of the letter to the NMOCD.

Sincerely,

/S/ Larry D. Bray

Larry D. Bray Assistant Field Manager, Lands and Minerals

Enclosure

cc: NMOCD, Santa Fe