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April 10, 2007

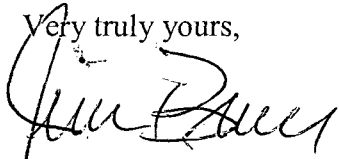
Florene Davidson
Oil Conservation Division
1220 South St. Francis Drive
Santa Fe, New Mexico 87505

Case 13911

Dear Florene:

Enclosed for filing, on behalf of Apache Corporation, are an original and one copy of an application to amend pool rules, together with a proposed advertisement. The advertisement has also been e-mailed to the Division. Please set this matter for the May 10th Examiner hearing. Thank you.

Very truly yours,


James Bruce
Attorney for Apache Corporation

BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

**APPLICATION OF APACHE CORPORATION
TO AMEND THE SPECIAL RULES AND
REGULATIONS FOR THE SOUTH EUNICE-
SAN ANDRES POOL, LEA COUNTY, NEW MEXICO.**

Case No. 13911

APPLICATION

Apache Corporation applies for an order amending the special rules and regulations for the South Eunice-San Andres Pool (the "Pool"), and in support thereof, states:

1. Applicant is an operator in the Pool.
2. The Pool was created by Oil Conservation Commission Order No. R-3706, and currently encompasses the following lands:

Township 22 South, Range 37 East, N.M.P.M.

Section 2: W $\frac{1}{2}$ and SE $\frac{1}{4}$
Section 10: N $\frac{1}{2}$ and SE $\frac{1}{4}$
Section 11: All
Section 12: All
Section 14: NW $\frac{1}{4}$

3. Order No. R-3706, as amended, also instituted special rules for the Pool requiring (i) 80 acre well units, (ii) wells to be located no closer than 330 feet to a quarter-quarter section line, and (iii) one well per quarter-quarter section. In addition, Oil Conservation Commission Order No. R-4193 approved a limiting gas:oil ratio for the Pool of 5000 cubic feet of gas for each barrel of oil produced.

4. Applicant requests that the special rules and regulations for the Pool be amended to allow two wells on each quarter-quarter section. All other rules will remain the same.

5. The granting of this application is in the interests of conservation, the prevention of waste, and the protection of correlative rights.

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WHEREFORE, applicant requests that, after notice and hearing, the Division grant the relief requested above.

Respectfully submitted,

A handwritten signature in cursive script, appearing to read "James Bruce", written over a horizontal line.

James Bruce
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Attorney for Apache Corporation

PROPOSED ADVERTISEMENT

Case No. 13911 : **Application of EOG Resources, Inc. for compulsory pooling, Lea County, New Mexico.** Applicant seeks an order pooling all mineral interests from the surface to the base of the Bone Spring formation underlying the SW/4NW/4 of Section 17, Township 18 South, Range 24 East, NMPM, to form a standard 40-acre oil spacing and proration unit for any and all formations or pools developed on 40-acre spacing within that vertical extent. The units are to be dedicated to the Cimarron "17" State Well No. 1, to be drilled at an orthodox location in the SW/4NW/4 of Section 17. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a 200% charge for the risk involved in drilling and completing the well. The unit is located approximately 12-1/2 miles southeast of Maljamar, New Mexico.

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