

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD Artesia

FORM APPROVED
OMB No 1004-0137
Expires: July 31, 2010

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 (APD) for such proposals.

5. Lease Serial No
NMLC029393B

6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE – Other instructions on page 2.

1. Type of Well

☒ Oil Well ☐ Gas Well ☐ Other

2. Name of Operator
Apache Corporation

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

3b. Phone No. (include area code)
432/818-1062

4. Location of Well (Footage, Sec, T, R, M, or Survey Description)
Sec 7&18-18S-31E

7. If Unit of CA/Agreement, Name and/or No.

8. Well Name and No.
Kincaid-Watson

9. API Well No
30-015-26225 / 30-015-26360

10. Field and Pool or Exploratory Area

11. Country or Parish, State
Eddy County, NM

12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input type="checkbox"/> Other _____
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input checked="" type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operation. Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.)

Apache disposes produced water from the Kincaid-Watson facility to the Cooper SWD Facility and/or the State AJ SWD #1. Please see attached for full description of facilities.

8/20/12
Accepted for record
NMOC

**SEE ATTACHED FOR
CONDITIONS OF APPROVAL**

RECEIVED
JUL 30 2012
NMOC ARTESIA

ACCEPTED FOR RECORD
JUL 26 2012
/s/ JD Whitlock Jr
BUREAU OF LAND MANAGEMENT
CARLSBAD FIELD OFFICE

14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed)

Reesa Holland

Title Sr Staff Engr Tech

Signature

Reesa Holland

Date 07/19/2012

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

Date

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Office

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)

MACLASKEY OILFIELD SERVICE

DISPOSAL: COOPER SWD FACILITY

OWNER: JIMMY COOPER

ADDRESS: P.O. BOX 55, MONUMENT , NM. 88265

CONTACT: JIMMY COOPER

LEGAL DESCRIPTION : SEC 8- T 20S - R 37E , LEA CO. NM.

R6855 (RICE OPER.) G-8

DRIVING DIRECTIONS: GO SOUTH OF MONUMENT ON HWY 8,
APPROXIMATELY 2.0 MILE TO MM 15. TURN WEST ON
LEASE ROAD. GO 0.5 MILE TO SWD.

MACLASKEY OILFIELD SERVICE

DISPOSAL: STATE AJ SWD # 1

OWNER: BASIN ALLIANCE LLC

ADDRESS: P.O BOX 1378, HOBBS NM. 88241

CONTACT: ROBERT LAYTON - 392 ~ 5999

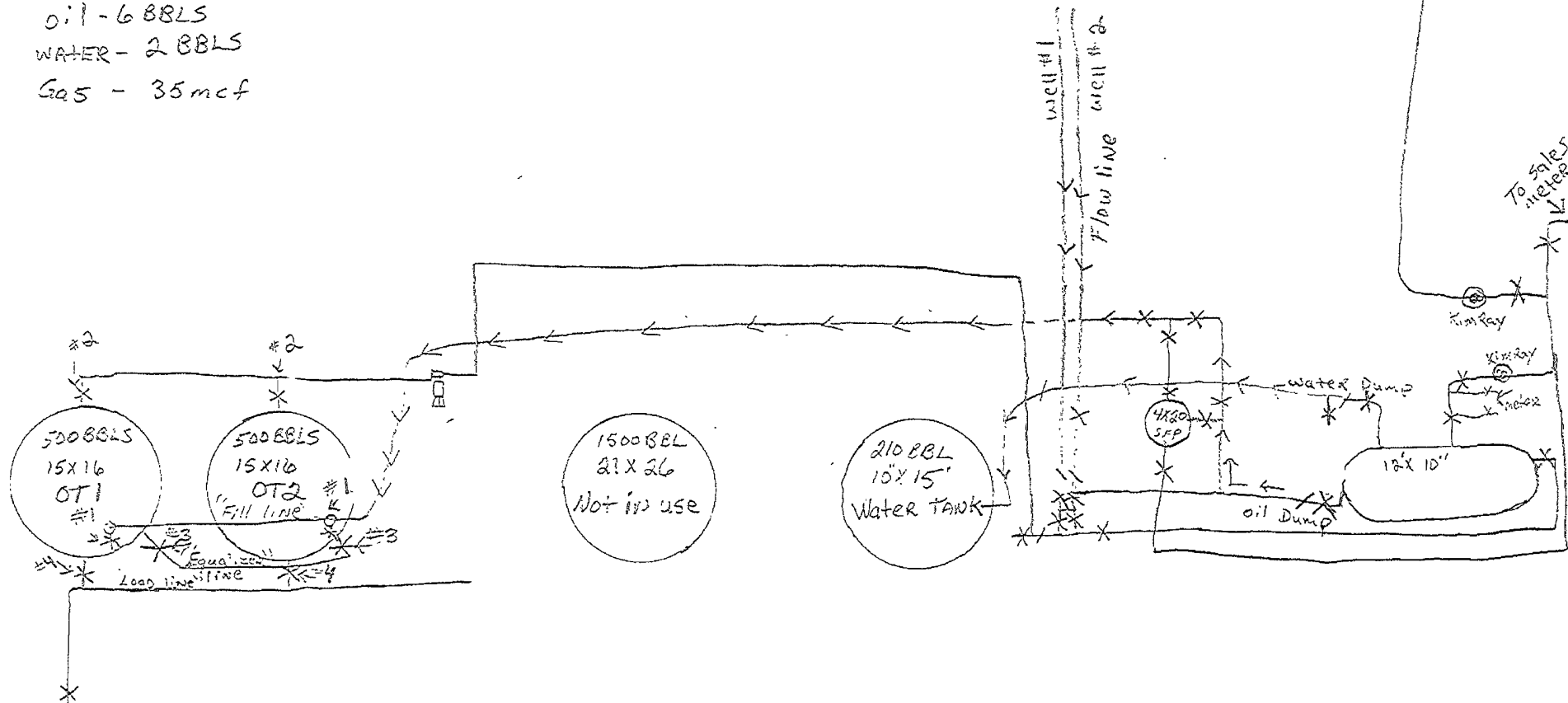
LEGAL DESCRIPTION : SEC 33- T 18S - R 36E , LEA CO. NM.

SWD 119 OCD R8166

DRIVING DIRECTIONS: GO WEST OF HOBBS, TO ARKANSAS
JUNCTION. TURN NORTH ON HWY 483. GO
APPROXIMATELY 1.0 MILE. TURN WEST 0.6 MILE. TURN
SOUTH TO SWD.

PRODUCTION

oil - 6 BBLs
water - 2 BBLs
Gas - 35 mcf



Site Security Plan

2350 W. MARLAND BLVD.
Hobbs, NM 88240

Production PHASE (OT1)

- 1) Valve #1 sealed open
- 2) Valve #3 open
- 3) Valve #4 sealed closed
- 4) Valves on OT2 positioned
 - A.) valve #1 closed
 - B.) Valve #2 sealed
 - C.) Valve #4 sealed closed

Sales PHASE (OT1)

- 1) Valves 1,2,3 sealed closed
- 2) Valve #4 on OT1 OPEN
- 3) Valve on OT2 positioned

A) Valve #1 OPEN
B) Valve #2 sealed
C) Valve #4 sealed closed

Kincaid Watson TANK BATTERY
UNIT LETTER B, Sec. 18, T18S, R31E
FED. LEASE NO. LC-0293938

**BUREAU OF LAND MANAGEMENT
Carlsbad Field Office
620 East Greene Street
Carlsbad, New Mexico 88220
575-234-5972**

**Disposal of Produced Water From Federal Wells
Conditions of Approval**

Approval of the produced water disposal methodology is subject to the following conditions of approval:

1. This agency shall be notified of any change in your method or location of disposal.
2. Compliance with all provisions of Onshore Order No. 7.
3. This agency shall be notified of any spill or discharge as required by NTL-3A.
4. This agency reserves the right to modify or rescind approval whenever it determines continued use of the approved method may adversely affect the surface or subsurface environments.
5. All above ground structures on the lease shall be painted Shale Green (5Y 4/2), or as per approved APD stipulations. This is to be done within 90 days, if you have not already done so.
6. Any on-lease open top storage tanks shall be covered with a protective cover to prevent entry by birds and other wildlife.
7. This approval should not constitute the granting of any right-of-way or construction rights not granted by the lease instrument.
8. If water is transported via a pipeline that extends beyond the lease boundary, then you need to submit within 30 days an application for right-of-way approval to the Realty Section in this office if you have not already done so.
9. Disposal at any other site will require prior approval.
10. Subject to like approval by NMOCD.

4/28/2012