

Submit 1 Copy To Appropriate District Office
District I - (575) 393-6161
1625 N. French Dr., Hobbs, NM 88240
District II - (575) 748-1283
811 S. First St., Artesia, NM 88210
District III - (505) 334-6178
1000 Rio Brazos Rd., Aztec, NM 87410
District IV - (505) 476-3460
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
Revised July 18, 2013

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

WELL API NO. 30-015-42543
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Palmillo 14 State (310374)
8. Well Number 004H
9. OGRID Number 873
10. Pool name or Wildcat Palmillo; Bone Spring, SW (96413)

SUNDRY 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 1000 Midland, TX 79705

4. Well Location
Unit Letter D : 660 feet from the North line and 330 feet from the West line
Section 14 Township 19S Range 28E NMPM County Eddy

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3451 GL

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 ☐
CLOSED-LOOP SYSTEM ☐
OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☐
CASING/CEMENT JOB ☐
OTHER: Acidize ☒

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 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Apache has performed the following work:

06/29/2016 MIRU ProPetro Services. Acidize 2nd Bone Springs from 7,629' - 11,600' w/ 1000 GALS 15% HCL NEFE acid & 36,540 gals 15% gelled HCL, 10,836 30# linear spacer, & 62,601 lbs rock salt w/ 15,017 gals 30# XL salt laden fluid. RDMO ProPetro Services. RIH swab well.

06/30/2016 - 07/01/2016 Prep to swab well.

07/05/2016 Swab well. Prep to RIH w/ prod equip.

07/06/2016 RIH w/ pump & rods.

07/07/2016 Reset VSD. Started well to btt. RDMOSU.

Spud Date: 12/16/2014

Rig Release Date: 01/10/2015

NM OIL CONSERVATION
ARTESIA DISTRICT
JUL 14 2016
RECEIVED

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

SIGNATURE Isabel Hudson TITLE Sr. Staff Reg Analyst DATE 07/08/2016

Type or print name Isabel Hudson E-mail address: Isabel.hudson@apachecorp.com PHONE: (432) 818-1142

For State Use Only

APPROVED BY: [Signature] TITLE "Geologist" DATE 7/10/16
Conditions of Approval (if any):