District I 1625 N. French Dr., Hobbs, NM 88240 Phone: (575) 393-6161 Fax: (575) 393-0720 District II 811 S. First St., Artesia, NM 88210 Phone: (575) 748-1283 Fax: (575) 748-9720 District III 1000 Rio Brazos Road, Aztec, NM 87410 Phone: (505) 334-6178 Fax: (505) 334-6170 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 Phone: (505) 476-3460 Fax: (505) 476-3462

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State of New Mexing OIL CONSERVATION Energy, Minerals & Natural Resources Active District OIL CONSERVATION DIVISION Su 1220 South St. Francis Dr.MAR 0 7 2019 Santa Fe, NM 87505

N Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

RECEIVED

AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT										
30-015- 45 774 37920 ^{2 Pool}			² Pool Coo 20	ode ^{3 Pool Name} LEO; BONE SPRING, S.						
⁴ Property Code 316024		SALT FORK 3 4 FEDERAL COM						⁶ Well Number 102H		
⁷ OGRID NO. 873				^{8 Operator Name} APACHE CORPORATION					⁹ Elevation 3410'	
	¹⁰ Surface Location									
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet From the	East/We	East/West line County	
K	3	19S	30E		2205	SOUTH	2284	WE	ST	EDDY
"Bottom Hole Location If Different From Surface										
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/We	est line	County
М	4	19S	30E		610	SOUTH	50	WE	ST	EDDY
12 Dedicated Acres	i 13 Joint	or Infill 14	Consolidation	Code 1	5 Order No.					
240										

No allowable will be assigned to this completion until all interest have been consolidated or a non-standard unit has been approved by the division.

GEODETIC DATA			"OPERATOR CERTIFICATION
NAD 83 GRID - NM EAST	<u>BOTTOM HOLE</u> N 612681.3 - E 648388.6	G: FOUND BRASS CAP "1916" N 617388.5 - E 658881.0	I hereby certify that the information contained herein is true and complete
<u>SURFACE LOCATION</u> N 614297.1 – E 655895.6	MD: 15342.1 TVD: 7572.9 LAT: 32.6838224* N	H: FOUND BRASS CAP "1916" N 614738.2 - E 658890.3	to the best of my knowledge and belief, and that this organization either
LAT: 32.6881936" N LONG: 103.9609698" W	LONG: 103.9853877 W CORNER_DATA	I: FOUND BRASS CAP "1916"	owns a working interest or unleased mineral interest in the land including
KICK OFF POINT (K.O.P)	NAD 83 GRID - NM EAST	N 612099.6 - E 658899.1	the proposed bottom hole location or has a right to drill this well at this
N 613912.2 - E 655827.7 MD: 7139.0 TVD: 7119.1	A: FOUND BRASS CAP (BROKEN) N 612071.1 – E 648340.5	J: FOUND BRASS CAP "1916" N 612093.6 – E 656258.5	location pursuant to a contract with an owner of such a mineral or working
LAT: 32.6871363' N LONG: 103.9611948' W	B: FOUND BRASS CAP (BROKEN)	K: FOUND BRASS CAP "1916" N 612087.5 - E 653618.7	interest, or to a voluntary pooling agreement or a compulsory pooling
PROPOSED_PENETRATION	N 614709.7 - E 648332.3	L: FOUND BRASS CAP (BROKEN)	order heretofore entered by the division.
<u>POINT (P.P.P.)</u> N 613764.4 – E 655737.3	C: FOUND BRASS CAP "1916" N 617367.7 - E 648325.2	N 612081.5 - E 650977.6	Sorina L. Flores 5/21/2018
MD: 7543.5 TVD: 7476.0 LAT: 32.6867311* N LONG: 103.9614905* W	D: FOUND BRASS CAP "1916" N 617372.6 – E 650962.1	M: FOUND BRASS CAP "1916" N 614727.4 - E 653610.7	SORINA L. FLORES
LAST TAKE POINT (L.T.P.)	E: FOUND BRASS CAP "1916" N 617377.4- E 653602.9	<u>CALCULATED_POINTS</u> 1: N 613390.4 – E 648336.4	Printed Name
N 612681.3 - E 648438.3 MD: 15292.1 TVD: 7573.3	F: FOUND BRASS CAP "1916"	2: N 613407.4 – E 653614.7 3: N 613413.2 – E 656254.5	sorina.flores@apachecorp.com
LAT: 32.6838220" N LONG: 103.9852252" W	N 617382.6 - E 656242.3		E-mail Address
N 89'53'37" E 2636.87' D N 89'5		2640.01' EN 89.52'25" E 2639.39'	
C N 89'53'37" E 2636.87' D N 89'5		107.3 107.2 107.1	[©] ^{ISURVEYOR CERTIFICATION}
			I hereby certify that the well location shown on this
592	5650	2650	plat was plotted from field notes of actual surveys
			made by me or under my supervision, and that the
4			same is true and correct to the best of my belief.
60.00	01.00		03-08-2018 N L. FA
ν (s s s		
		S.L.	Date of Survey Bignature and Seal of registional Serves
8 69	N 3 2284'	~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~	
× × −50' B.H.		K.O.P./	
u ①/┌B.H.	ດີ 2124 P.	P.P.71 3	Jerry A. Hanstop
₩ /// 100' L.T.P.	1886' FT		10034 Certificate Number
è///-L.T.P.			Certificate Number
40 Ac. 40 Ac. 40 Ac.	. 40 Ac. 40 Ac.	40 sc. 11	0 REV 5/18/18: ADD PPP & MD/TVD
S 89'46'21" W 2637.12' () S 89'5	2'15" W 2641.10' 🕅 5 89'51'59" W	2640.47' () S 89'52'17" W 2641.21'	Job No.: LS1803340DP
		2041.21	
		$\rho \rho$	

KW . 3-7-19

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 <u>District II</u> 811 S. First St., Artesia, NM 88210 <u>District III</u> 1000 Rio Brazos Road, Aztec, NM 87410 <u>District IV</u> 1220 S. St. Francis Dr., Santa Fe, NM 87505		Energy, Minerals ar Oil Con 1220 Se	e of New Mex nd Natural Res nservation Di outh St. Franc ta Fe, NM 87:	Submit Origina to Appropriat IM OIL CONSERMATION ARTESIA DISTRICT MAR 0 7 2019		
		GAS CAPTU			RECEIVE	
☑ Original □ Amended	Operator: Apache Corpora	ation OGRID No:	873	Date: Date:	_5/16/2018	

Reason for Amendment:

This Gas Capture Plan outlines actions to be taken by the Operator to reduce well/production facility flaring/venting for new completion (new drill, recomplete to new zone, re-frac) activity.

Note: A C-129 must be submitted and approved prior to exceeding 60 days allowed by Rule 19.15.18.12.A

Well(s)/Production Facility – Name of facility

The well(s) that will be located at the production facility are shown in the table below.

Well Name API	Well Location (ULSTR)	Footages	Expected MCF/D	Flared or Vented	Comments
Salt Fork 3-4 Federal Com 101H	Sec 3 T19S R30E	2255' FSL & 2277' FWL	1300	Flared	Flared only in emergency
Salt Fork 3-4 Federal Com 102H 30.015-	Sec 3 T19S R31E	2205' FSL & 2284' FWL	1300	Flared	Flared only in emergency
Salt Fork 3-4 Federal Com 301H	Sec 3 T19S R31E	2280' FSL & 2274' FWL	600	Flared	Flared only in emergency
Salt Fork 3-4 Federal Com 302H	Sec 3 T19S R31E	2230' FSL & 2280' FWL	600	Flared	Flared only in emergency

Gathering System and Pipeline Notification

Well(s) will be connected to a production facility after flowback operations are complete, if gas transporter system is in place. The gas produced from production facility is dedicated to <u>SUMMIT ENERGY, LLC</u> and will be connected to <u>SUMMIT'S</u> <u>LOW</u> pressure gathering system located in <u>EDDY</u> County, New Mexico. It will require <u>0</u> ft of pipeline to connect the facility to <u>LOW</u> pressure gathering system. Apache Corporation provides (periodically) to <u>SUMMIT ENERGY, LLC</u> a drilling, completion and estimated first production date for wells that are scheduled to be drilled in the foreseeable future. In addition, Apache Corporation and <u>SUMMIT ENERGY, LLC</u> have periodic conference calls to discuss changes to drilling and completion schedules. Gas from these wells will be processed at <u>SUMMIT'S LANE</u> Processing Plant located in <u>Sec. 26, Twp</u> <u>20S, Rng 31E, EDDY County</u>, New Mexico. The actual flow of the gas will be based on compression operating parameters and gathering system pressures.

Flowback Strategy

After the fracture treatment/completion operations, well(s) will be produced to temporary production tanks and gas will be flared or vented. During flowback, the fluids and sand content will be monitored. When the produced fluids contain minimal sand, the wells will be turned to production facilities. Gas sales should start as soon as the wells start flowing through the production facilities, unless there are operational issues on <u>SUMMIT ENERGY, LLC</u> system at that time. Based on current information, it is Apache Corporation's belief the system can take this gas upon completion of the well(s).

Safety requirements during cleanout operations from the use of underbalanced air cleanout systems may necessitate that sand and non-pipeline quality gas be vented and/or flared rather than sold on a temporary basis.

Alternatives to Reduce Flaring

Below are alternatives considered from a conceptual standpoint to reduce the amount of gas flared.

- Power Generation On lease
 - o Only a portion of gas is consumed operating the generator, remainder of gas will be flared
- Compressed Natural Gas On lease
 - o Gas flared would be minimal, but might be uneconomical to operate when gas volume declines
- NGL Removal On lease
 - o Plants are expensive, residue gas is still flared, and uneconomical to operate when gas volume declines