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

State of New Mexico

Form C-101 Revised December 16, 2011

Energy Minerals and Natural Resources

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505



API	PLICA'	TION I				LL, RE	ENTER	<u>, DEEPI</u>	<u>EN, PLUGB</u>		R ADD A ZONE	
Apache	Corp	orati		or Name a	nd Address				873	² OGRID N	umber	
-	_			Ln.,	#3000,	Midla	ind, TX	79705	30-015	3API Nur		
	rty Code					² Property Na	ame		J 30-013		-Well No	
38	598		Apac	che S	tate SW					,	3	
				,	7	Surface	e Locatio	n				
UL - Lot	Section	Township	li .	Range Lot Idn Feet 1				/S Line	Feet From	E/W Line		
Е	30	17 S	3.	L E		230		rth	725	West	Eddy	
						Pool In	formatio	n				
L	,				Addit		ell Infori	nation				
! .	9 Work Type 10 Well Type 11 Ca							,	Lease Type S	13	Ground Level Elevation 3,585	
Yes 14,050' SWD; Dev				16 Formati	on & Ell.	1	⁷ Contractor	111	18 Spud Date Don approval			
Depth to Grou		>100'			nce from nearest			1 212 '	Distance	to nearest sur	face water >mile	
			<u>_</u>	19	Proposed	Casing			ram			
Туре	Hol	e Sıze	Casing		Casing W			g Depth	Sacks of C	Cement	ment Estimated TOC	
Cond.	26"		20"			<u> </u>		0'			GL	
Surf.	17-	1/2"	13-3	/8"	48					sx GL		
Int.	12-	1/4"	9-5	/8"	40)	4,453'		1,675		GL	
Prod.		3/4"	7 "		26 &	29	13,50		1,350	sx	3,000'	
	6"		open	hole			14,05	0'				
				Casin	g/Cement	Prograi	m: Addit	ional Co	mments			
Will d	rill —	out R	BP @	4000	', deep	en wel	ll, and	l comp	lete as S	SWD.		
			·	I	Proposed I	Blowout	Preventi	on Progi	ram			
	Туре			ν	Vorking Pressur	e		Test Press	ure	Manufacturer		
	Hydr	il			5,000			5,00	00	We	eatherford	
	·····											
of my knowle	dge and be	lief			and complete to		OIL CONSERVATION DIVISION					
NMOCD gui	delines 🔲	, a general			attached) alter	native T	Approved By					
OCD-approv	ed plan L	$\overline{\nu}$	7)	- []					1 11 .			
Signature.		\sim	to	er			'	1. 6). They is	ua		
Printed name	В	rian	Wood				Tıtle [.]	600	LOSIST			
Title	С	onsul	tant				Approved Da	te: 4// /	/2012 E	xpiration Da	1e 4/17/2014	
E-mail Addre	ss b	rian@	permi	tswe	st.com		638	/ 7			1 1	
Date Apı	7,	2012	Phon	ne: (50	5) 466-	8120	Conditions of	Approval At	tached CANN	TINSE	CT UNTIL SWD	
									ORDEF	2(s) IN	PLACE	

DISTRICT I 1625 N. French Dr., Hobbs, NM 88240

State of New Mexico

Form C-102 Revised October 12, 2005

DISTRICT II 1301 W. Grand Avenue, Artesia, NM 88210 OIL CONSERVATION DIVISION 1220 SOUTH ST. FRANCIS DR. APR 1 2 2012 Santa Fe, New Mexico 87505

Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410

DISTRICT IV

NMOCD ARTES!A WELL LOCATION AND ACREAGE DEDICATION PLAT

1220 S. St. Fransis Dr., Santa Fe, NM 87505	WELL LOCATION AND AC	☐ AMENDED REPORT			
API Number 30-015-38978	Pool Code 96101	Pool Name SWD; DEVON	IAN		
Property Code.	•	ty Name	Well Number		
38598		APACHE STATE SWD			
OGRID No. 873	•	or Name ORPORATION	Blevation 3585		

Surface Location

,	UL or, lat No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
	E	3.0	17-S	31-E		2300	NORTH	725	WEST	EDDY

Bottom Hole Location If Different From Surface

County	East/West line	Feet from the	North/South line	Feet from the	Lot Idn	Range	Township	Section !	UL or lôt No.
		~		<u> </u>			1 511	•	
				er No.	de Ord	Consolidation Co	r Infill	Joint o	Dedicated Acres
							1		

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED

OR A NON-STAN	DARD UNIT HAS BEEN APPROVED BY THE DIVI	SION
GEOGRAPHIC COORDINATES NAD 27 NME Y=657288 1 N		OPERATOR CERTIFICATION I hereby certify that the information berein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division. 2-15-12 Signature Date BRIAN WOOD Printed Name SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.
X=628852.5 E LAT = 32.806272: N LONG. = 103.913963: W		DÉCEMBER 28, 2010 Date Surveyed LA Signature & Sed of Professional Surveyor ME 10 1/.19285 Certificate No. GARY OF ELDSON 12641 RONALD F EIDSON 3239

DISTRICT I 1625 N. French Dr., Hobbs, NM'88240 State of New Mexico

Energy, Minerals and Natural Resources Department

Form C-102 Revised October 12, 2005 nit to Appropriate District Office State Lease - 4 Copies

Fee Lease - 3 Copies

DISTRICT II 1301 W. Grand Avenue, Artesia, NM 88210

OIL CONSERVATION DIVISION APR 12 2012 1220 SOUTH ST. FRANCIS DR. Santa Fe, New Mexico 87505

NMOCD ARTESIA

DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410

DISTRICT IV

WELL LOCATION AND ACREAGE DEDICATION PLAT

☐ AMENDED REPORT

1220 S. St. Fransis Dr., Santa Fe, NM 87505	WELL LOCATION AND AC	☐ AMENDED REPORT	
API Number 30-015-38978	Pool Code 96103	Pool Name SWD; ELLENBU	JRGER
Property Code. 38598	Property APACH	yName ESTATE SWD	Well Number 3
OGRID №. 873	Operato APACHE CC	r Name DRPORATION	Elevation 3585'

Surface Location

, UL or, lot	lo. Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
. E	3,02	17-S	31-E		2300	NORTH	725	WEST	EDDY

Bottom Hole Location If Different From Surface

1	UĽ ar lôt No.	Section	Township	Range	Lot Îdn	Feet from the	North/South line	Feet from the	East/West line	County
51.										
	Dedicated Acres	Joint of	r Infill	Consolidation Coc	le Ord	er No.		· · · · · · · · · · · · · · · · · · ·		.1
					1					

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED

OKA NOIÇI	STANDARD UNIT HAS BEEN APPROVED BY THE DIVI	ibion .
GEOGRAPHIC COORDINATES NAD 27 NME		OPERATOR CERTIFICATION I hereby certify that the information herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division. 2-15-12 Signature Date BRIAN WOOD Printed Name SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.
Y=657288.1 N X=628852.5 E LAT.=32:806272 N LONG.=103 913963 W		DECEMBER 28, 2010 Date Surveyed LA Signature & Seal of Professional Surveyor ME 10 1 19285 Certificate No. GARY CREIDSON 12641 RONALD F EIDSON 3239

STATE OF NEW-MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT APR 12 2012

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, New Mexico 87505

FORM C-108 Revised June 10, 2003

APPLICATION FOR AUTHORIZATION TO INJECT

I.	PURPOSE: NMOCD ARTESIA Recovery Pressure Maintenance XXX Disposal Storage Application qualifies for administrative approval? Yes No								
11.	OPERATOR: APACHE CORPORATION								
	ADDRESS: 303 VETERANS AIR PARK LANE, SUITE 3000, MIDLAND, TX 79705								
	CONTACT PARTY: BRIAN WOOD (PERMITS WEST, INC.) PHONE: 505 466-8120								
III.	WELL DATA: Complete the data required on the reverse side of this form for each well proposed for injection. Additional sheets may be attached if necessary.								
IV.	Is this an expansion of an existing project? Yes XXX No If yes, give the Division order number authorizing the project:								
V.	Attach a map that identifies all wells and leases within two miles of any proposed injection well with a one-half mile radius circle drawn around each proposed injection well. This circle identifies the well's area of review.								
VI.	Attach a tabulation of data on all wells of public record within the area of review which penetrate the proposed injection zone. Such data shall include a description of each well's type, construction, date drilled, location, depth, record of completion, and a schematic of any plugged well illustrating all plugging detail.								
VII.	Attach data on the proposed operation, including: Attach data on the proposed operation, including: Apache State SWD #3								
	1. Proposed average and maximum daily rate and volume of fluids to be injected; 30-015-38978								
	 2. Whether the system is open or closed; 3. Proposed average and maximum injection pressure; Devonian & Ellenburger 								
	4. Sources and an appropriate analysis of injection fluid and compatibility with the receiving formation if other than reinjected produced water; and,								
	5. If injection is for disposal purposes into a zone not productive of oil or gas at or within one mile of the proposed well, attach a chemical analysis of the disposal zone formation water (may be measured or inferred from existing literature, studies, nearby wells, etc.).								
*VIII.	Attach appropriate geologic data on the injection zone including appropriate lithologic detail, geologic name, thickness, and depth. Give the geologic name, and depth to bottom of all underground sources of drinking water (aquifers containing waters with total dissolved solids concentrations of 10,000 mg/l or less) overlying the proposed injection zone as well as any such sources known to be immediately underlying the injection interval.								
IX.	Describe the proposed stimulation program, if any.								
*X.	Attach appropriate logging and test data on the well. (If well logs have been filed with the Division, they need not be resubmitted).								
*XI.	Attach a chemical analysis of fresh water from two or more fresh water wells (if available and producing) within one mile of any injection or disposal well showing location of wells and dates samples were taken.								
XII.	Applicants for disposal wells must make an affirmative statement that they have examined available geologic and engineering data and find no evidence of open faults or any other hydrologic connection between the disposal zone and any underground sources of drinking water.								
XIII.	Applicants must complete the "Proof of Notice" section on the reverse side of this form.								
XIV.	Certification: I hereby certify that the information submitted with this application is true and correct to the best of my knowledge and belief.								
	NAME: BRIAN WOOD TITLE: CONSULTANT								
	SIGNATURE:DATE: APRIL 7, 2012								
	E-MAIL ADDRESS: _brian@permitswest.com								
*	If the information required under Sections VI, VIII, X, and XI above has been previously submitted, it need not be resubmitted. Please show the date and circumstances of the earlier submittal:								

III. WELL DATA

- A. The following well data must be submitted for each injection well covered by this application. The data must be both in tabular and schematic form and shall include:
 - (1) Lease name; Well No.; Location by Section, Township and Range; and footage location within the section.
 - (2) Each casing string used with its size, setting depth, sacks of cement used, hole size, top of cement, and how such top was determined.
 - (3) A description of the tubing to be used including its size, lining material, and setting depth.
 - (4) The name, model, and setting depth of the packer used or a description of any other seal system or assembly used.

Division District Offices have supplies of Well Data Sheets which may be used or which may be used as models for this purpose. Applicants for several identical wells may submit a "typical data sheet" rather than submitting the data for each well.

- B. The following must be submitted for each injection well covered by this application. All items must be addressed for the initial well. Responses for additional wells need be shown only when different. Information shown on schematics need not be repeated.
 - (1) The name of the injection formation and, if applicable, the field or pool name.
 - (2) The injection interval and whether it is perforated or open-hole.
 - (3) State if the well was drilled for injection or, if not, the original purpose of the well.
 - (4) Give the depths of any other perforated intervals and detail on the sacks of cement or bridge plugs used to seal off such perforations.
 - (5) Give the depth to and the name of the next higher and next lower oil or gas zone in the area of the well, if any.

XIV. PROOF OF NOTICE

All applicants must furnish proof that a copy of the application has been furnished, by certified or registered mail, to the owner of the surface of the land on which the well is to be located and to each leasehold operator within one-half mile of the well location.

Where an application is subject to administrative approval, a proof of publication must be submitted. Such proof shall consist of a copy of the legal advertisement which was published in the county in which the well is located. The contents of such advertisement must include:

- (1) The name, address, phone number, and contact party for the applicant;
- (2) The intended purpose of the injection well; with the exact location of single wells or the Section, Township, and Range location of multiple wells;
- (3) The formation name and depth with expected maximum injection rates and pressures; and,
- (4) A notation that interested parties must file objections or requests for hearing with the Oil Conservation Division, 1220 South St. Francis Dr., Santa Fe, New Mexico 87505, within 15 days.

NO ACTION WILL BE TAKEN ON THE APPLICATION UNTIL PROPER PROOF OF NOTICE HAS BEEN SUBMITTED.

NOTICE: Surface owners or offset operators must file any objections or requests for hearing of administrative applications within 15 days from the date this application was mailed to them.

INJECTION WELL DATA SHEET

OPERATOR:APAC	CHE CORPORATION				
WELL NAME & NUME	BER: APACHE STATE SWD #3	3			
WELL LOCATION:	2300 FNL & 725 FWL FOOTAGE LOCATION	E UNIT LETTER	30 SECTION	17 s TOWNSHIP	31 E RANGE
	ORE SCHEMATIC		WELL Co Surface	<u>ONSTRUCTION DATA</u> Casing	
"As	13-3/8" & 48 17-1/2" hole of TOC = GL	@ 496' Hole Size:17 Cemented with:		ζ.	ft³
60 bbl & RBP 4,000'	@	,453' Cemented with:	1,675 sx.	Method Determined:	ft ³
TD 7,900	8-3/4" open hole ,		8-3/4" 1,350 sx. 3,000'	Casing Size: 7 or 2,08 Method Determined:	7 ft ³
(not to so	cale)	12,440	feetfeet	to1	4,000'

(Perforated or Open Hole; indicate which) perforated 12400-13500 & open 13500-14000

INJECTION WELL DATA SHEET

Side i	A1	DECITOR WEEL DATA SHE	15.1				
OPERATOR: AP	ACHE CORPORATION						
WELL NAME & NUI	MBER: APACHE STATE SWD #	¥ 3					
WELL LOCATION:	2300 FNL & 725 FWL	E	30	17 S	31 E		
	FOOTAGE LOCATION	UNIT LETTER	SECTION	TOWNSHIP	RANGE		
	<i>lbore schematic</i> osed"		WELL Consumation Surface	ONSTRUCTION DATA Casing			
	13-3/8" & 48 17-1/2" hole TOC = GL	@ 496' Hole Size: 17-	1/2" 922 sx.	Casing Size: 13- or 1,325			
		Top of Cement:	SURFACE		VISUAL		
			Intermediate Casing				
	0.5/0" \$ 40# :-		1/4"	Casing Size: 9	-5/8"		
	9-5/8" & 40# in 12-1/4" hole @	0 1 11	1,675 sx.	or3,635	ft ³		
	TOC = GL	Top of Cement:	SURFACE	Method Determined:	VISUAL		
			Production	n Casing			
acker @ 2340-12390	7" 26# & 29# in 8-5/8" hole	Hole Size:	8-3/4"	Casing Size: 7	н		
4-1/2" tbg	@ 13,500'	Cemented with:	1,350 sx.	or 2,08	$\frac{7}{1}$ ft ³		
	TOC = 3,000'	Top of Cement:	3,000'	Method Determined:	CBL		
<u> </u>	6" open hole	Total Depth:	13,500'				
14,0			Injection	Interval			
(not to	scale)	12,440	<u>'f</u> ee	t to1	4,000'		

(Perforated or Open Hole; indicate which) perforated 12400-13500 & open 13500-14000

INJECTION WELL DATA SHEET

Tul	oing Size: _	4-1/2" Lining Material: DUAL LINE FIBERGLASS	`
Ty	pe of Packer:	ARROW AS-1X	
Pac	cker Setting	g Depth: 12,340' - 12,390'	
Otl	ner Type of	Tubing/Casing Seal (if applicable):	
		Additional Data	
1.	Is this a ne	ew well drilled for injection? (DISPOSAL) XXX YesNo	
	If no, for v	what purpose was the well originally drilled?	
2.	Name of the	the Injection Formation: DEVONIAN & ELLENBURGER	
3.	Name of F	Field or Pool (if applicable): SWD; DEVONIAN (96101) and SWD; ELLENBURGER (9	6103)
4.		rell ever been perforated in any other zone(s)? List all such perforated and give plugging detail, i.e. sacks of cement or plug(s) used.	
	NO		
5.		name and depths of any oil or gas zones underlying or overlying the proposed zone in this area:	
		MISSISSIPPIAN (11,441'), MORROW (11,196'), ATOKA, (10,783'), STR	AWN (10,516')
	CISCO	(9,007'), WOLFCAMP (8,271'), BONE SPRING (7,600'), ABO (6,950'),	
	YESO (5	5,300') SAN ANDRES (3,206'), QUEEN (2,462'), & SEVEN RIVERS (1,5	93')
	UNDER:	NONE	

APACHE CORPORATION
APACHE STATE SWD 3
2300' FNL & 725' FWL SEC. 30, T. 17 S., R. 31 E. EDDY COUNTY, NEW MEXICO

30-015-38978

I. Purpose is to deepen a salt water disposal well. The well was originally drilled to 7,900' and designed to dispose into the Wolfcamp (SWD-1277) at \geq 8,168'. Geologic issues (pressure, H2S) at the Apache State SWD #1 led Apache to suspend drilling of the Apache State SWD 3 before the Wolfcamp was reached. The Apache State SWD 3 was plugged back to 4,000' and shut-in.

The plan now is to drill to 14,050' and dispose only into the SWD; Devonian (NMOCD pool code number 96101) and SWD; Ellenburger (code 96103) from 12,440' to 14,050'.

II. Operator: Apache Corporation (OGRID #873)

Operator phone number: (432) 818-1167

Operator address: 303 Veterans AirPark Lane, Suite 3000

Midland, TX 79705

Contact for Application: Brian Wood (Permits West, Inc.)

Phone: (505) 466-8120

III. A. (1) Lease: New Mexico State Land Office lease BO-3627-0046 Lease Size: 65.73 acres (see Exhibit A for C-102 and map) Closest Lease Line: 340' Lease Area: Lots 1 & 2 (≈W2NW4) Section 30, T. 17 S., R. 31 E.

A. (2) Surface casing (13-3/8", 48#, S T & C, H-40) was set at 496' in a 17-1/2" hole with 6 centralizers. Six barrels of cement were circulated to the surface.

Lead cement was 400 sacks (624 cubic feet) Class C with 10% W- 60 + 1% CaCl₂ + 5 pounds per sack gilsonite + 0.25% R-38 mixed at 14.4 pounds per gallon and 1.56 cubic feet per sack.

Tail cement was 343 sacks (463 cubic feet) Class C with 2% $CaCl_2 + 0.25\%$ R-38 mixed at 14.8 pounds per gallon and 1.35 cubic feet per sack.

Cement did not circulate to the surface. A temperature survey found the TOC at 160'. Topped out with 179 sacks (238 cubic feet)



APACHE CORPORATION
APACHE STATE SWD 3
2300' FNL & 725' FWL SEC. 30, T. 17 S., R. 31 E.
EDDY COUNTY, NEW MEXICO

30-015-38978

Class C with 0.25% R-38 mixed at 14.8 pounds per gallon and 1.33 cubic feet per sack. Circulated 6 barrels (25 sacks) of cement to the surface.

Intermediate casing (9-5/8", 40#, L T & C, J-55) was set at 4,453' in a 12-1/4" hole with 4 centralizers. Circulated 237 sacks to the surface. Cemented with 1,275 sacks (3,123 cubic feet) Class C with 5% salt mixed at 11.8 pounds per gallon and 2.45 cubic feet per sack. Followed with 400 sacks (512 cubic feet) Class C with 3% salt mixed at 14.2 pounds per gallon and 1.28 cubic feet per sack. Circulated 103 barrels (237 sacks) of cement to the surface.

Drilled open hole to 7,900' and then reconsidered Apache State SWD 3 goals based on disappointing results at Apache State SWD #1. An Arrow retrievable bridge plug with a 60 barrel high viscosity pill was set at 4,000' in the Apache State SWD 3 on October 22, 2011.

Apache will drill an 8-5/8" hole to $\approx 13,500$ ' (long string casing point). Seven inch casing will consist of:

GL to 1,600': 26# L-80 buttress 1,600' to 13,100': 26# HCL-80 L T & C 13,100' to 13,500': 29# HCL-80 L T & C

Long string will be cemented in 2 stages to $\approx 3,000$ ' with a DV tool set at $\approx 8,000$ '. Calculated excess: >40%. Additives are Baker Hughes or their equivalents.

First stage will consist of 825 sacks (1,039 cubic feet) Class H 50:50 poz with 2% bentonite + 0.2% R-3 + 0.2% CD-32 + 0.5% FL-52. Weight = 14.2 ppg. Yield = 1.26 cubic feet per sack.

Second stage lead will consist of 325 sacks (796 cubic feet) Class H 50:50 poz with 10% bentonite + 5% salt + 0.2% R-3 + 0.3% FL-52A. Weight = 11.8 ppg. Yield = 2.45 cubic feet per sack.



30-015-38978

Second stage tail will consist of 200 sacks (252 cubic feet) Class H 50:50 poz with 2% bentonite + 0.2% R-3 + 0.2% CD-32 + 0.5% FL-52. Weight = 14.2 ppg. Yield = 1.26 cubic feet per sack.

Mechanical integrity of the casing will be assured by hydraulically pressure testing to ≈ 500 psi for 30 minutes.

Will drill 6" open hole to TD (14,050').

- A. (3) Tubing will be 4-1/2" dual line fiberglass. Setting depth will be ≈12,390'. (Disposal interval will be 12,440' to 14,000'.)
- A. (4) An Arrow AS-1X packer will be set between 12,340' and 12,390' (50' to 100' above the highest proposed perforation of 12,440').
- **B.** (1) Disposal zones will be the Devonian and Ellenburger dolomites, which are in the SWD; Devonian (96101) and SWD; Ellenburger (96103) pools. Estimated fracture gradient is ≈0.63 psi per foot.
- **B.** (2) Disposal interval will be 12,440' to 14,000'. The interval between 12,440' and 13,500' will be cased. The remainder of the well will be open hole.
- **B.** (3) The well was spudded September 19, 2011 as a Wolfcamp Cisco disposal well. The well was drilled to 7,900' (before the Wolfcamp was reached) and a bridge plug was installed on October 21, 2011.
- **B.** (4) The well will be perforated from 12,440' to 14,000' with 2 shots per foot. Shot diameter = 0.40".
- **B.** (5) Potential oil or gas zones above or below the Devonian and Ellenburger are:



APACHE CORPORATION
APACHE STATE SWD 3
2300' FNL & 725' FWL SEC. 30, T. 17 S., R. 31 E.
EDDY COUNTY, NEW MEXICO

30-015-38978

Seven Rivers (1.78 miles ESE in 29-17s-30e; Loco Hills; Seven Rivers Pool) Queen (3 miles southeast in 15-18-30e; Leo; Queen et al Pool) San Andres (3 miles NW in 12-17s-29e; Square Lake; San Andres et al Pool) Yeso (1.53 miles east in 29-17s-30e; Loco Hills; Glorieta-Yeso Pool) Abo (0.45 mile west in 25-17s-29e; Bear Grass Draw; Abo Pool) Bone Spring (1.7 miles south in 6-18s-31e; Shugart; Bone Spring, North Pool) Wolfcamp (0.97 mile west in 25-17s-29e; WC Loco Hills, Wolfcamp, NE Pool) Cisco (4 miles east in 25-17s-30e; Cedar Lake; Cisco Pool) Strawn (0.65 mile southwest in 25-17s-30e; Cedar Lake, Strawn, North Pool) Atoka (0.47 mile south in 30-17s-30e; Wildcat Sand Tank; Atoka Pool) Morrow (0.47 mile south in 30-17s-30e; Sand Tank; Morrow Pool) Mississippian (3 miles ESE in 34-17s-30e; Walters Lake; Mississippian Pool) Devonian (5 miles ESE in 1-18s-30e; WC Devonian) Silurian (no production within 25 miles) Montoya (no production within 25 miles) Ellenburger (9 miles southeast in 27-18s-31e; Shugart; Ordovician Pool) Cambrian (no production within 25 miles)

- IV. This is not an expansion of an existing injection project. It is disposal only.
- V. Exhibit B shows all 19 existing wells (10 P & A wells + 6 oil wells + 1 gas well + 1 water injection well + 1 drilling) within a half mile radius. Exhibit C shows all 466 existing wells (269 oil or gas wells + 122 P & A wells + 71 injection or disposal wells + 3 plugged dry monitoring wells + 1 dry windmill) within a two mile radius.

Exhibits D and E shows all leases and lessors (all BLM or State) within a one half mile radius and two mile radius. Details on the leases within a half mile radius are:

<u>Area</u>	<u>Lessor</u>	Lease Number	<u>Lessee</u>
Lots 1 & 2 30-17s-31e	NMSLO	BO-3627-0046	ConocoPhillips & Chisos
Lots 3 & 4 19-17s-31e	NMSLO	BO-3627 - 0040	Chase Oil
E2NW4 30-17s-31e	BLM	NMLC-065015	Jack Plemons



PAGE 5

30-015-38978

<u>Area</u>	<u>Lessor</u>	Lease Number	<u>Lessee</u>
NE4 30-17s-31e	BLM	NMLC-065014	Apache
S2 30-17s-31e	BLM	NMLC-029395B	Apache
E2SW4, SWSE, E2SE4 19-17s-31e	BLM	NMLC-031844	Apache
SWSE & E2SE4 25-17s-30e	BLM	NMLC-061670	ConocoPhillips et al
N2 & NWSE 25-17s-30e	BLM	NMNM-002747	EOG et al
SWNW & S2 24-17s-30e	BLM	NMNM-002747	EOG et al

VI. No wells within a half mile penetrated the Devonian (top = 12,435') or Ellenburger. The 19 wells (regardless of depth) which are within a half mile are:

		API#					
<u>OPERATOR</u>	<u>WELL</u>	<u> 30-015-</u>	LOCATION	ZONE(S)	<u>STATUS</u>	<u>ID</u>	<u>DISTANCE</u>
Mack	Cedar Lake 1	05460	1980 FN & 515 FW 30-17s-31e	Gray-Jack	P& A	3336	552'
Linn	Turner B 107	28895	2190 FS & 330 FW 30-17s-31e	Gray-Jack	Oil	4050	913'
Plemons	Friess Federal 4	05465	1650 FN & 1650 FW 30-17s-31e	Gray-Jack	P & A	3342	1044'
Linn	Turner B 108	28984	2190 FS & 1700 FW 30-17s-31e	Gray-Jack	Oil	3870	1081'
Plemons	Friess Federal 2	05466	1980 FN & 1980 FW 30-17s-31e	Gray-Jack	P & A	2100	1155'
ARCO	Turner B 57	05474	1980 FS & 1755 FW 30-17s-31e	Gray-Jack	P & A	3496	1268'
Alamo	Cedar Lake 4	39722	990 FN & 330 FW 30-17s-31e	Gray-Jack	Oil	4452	1368'
Mack	Cedar Lake 2	05464	660 FN & 515 FW 30-17s-31e	Gray-Jack	P & A	2044	1748'
Plemons	Friess Federal 1	05463	660 FN & 1980 FW 30-17s-31e	Gray-Jack	P& A	3202	2027'
Alamo	Cedar Lake 3Y	05477	330 FN & 731 FW 30-17s-31e	Gray-Jack	Oil	3423	2045'



APACHE CORPORATION APACHE STATE SWD 3 2300' FNL & 725' FWL SEC. 30, T. 17 S., R. 31 E. EDDY COUNTY, NEW MEXICO

PAGE 6

30-015-38978

		API#					
OPERATOR	WELL	<u> 30-015-</u>	LOCATION	ZONE(S)	<u>STATUS</u>	<u>TD</u>	<u>DISTANCE</u>
Plemons	Friess Federal 5	23934	330 FN & 1411 FW 30-17s-31e	Gray-Jack	P& A	2570	2102'
Devon	Max Friess 3	05470	1965 FN & 1995 FE 30-17s-31e	Gray-Jack	P & A	3451	2179'
Linn	Turner B 113	29573	1120 FS & 2230 FW 30-17s-31e	Gray-Jack	Oil	3835	2237'
Linn	Turner B 113	29573	1120 FS & 2230 FW 30-17s-31e	Gray-Jack	Oil	3835	2237'
ARCO	Turner B 77	05476	660 FS & 660 FW 30-17s-31e	Atoka & Cisco	P&A	11475	2263'
Оху	Oxy Bodacious 1	33849	810 FS & 1860 FW 30-17s-31e	Morrow	Gas	11749	2316'
Plemons	Friess 3	05467	336 FN & 2970 FE 30-17s-31e	Gray-Jack	Р&А	2033	2340'
Linn	Turner B 56	05473	1980 FS & 1980 FE 30-17s-31e	Gray-Jack	WIW	3527	2350'
Linn	Turner B 109	29571	480 FS & 330 FW 30-17s-31e	Gray-Jack	Oıl	3870	2497'
Burnett	Jackson B 35	27750	100 FN & 460 FE 25-17-30e	Gray-Jack	Oil	3280	2499'
Linn	Max Friess 7	26883	2610 FN & 1460 FE 30-17s-31e	Gray-Jack	Oil	3740	2691'

- VII. 1. Average injection rate will be ≈15,000 bwpd.Maximum injection rate will be ≈20,000 bwpd.
 - 2. System will be open and closed. Water will both be trucked and the well will be tied into a proposed Apache pipeline system.
 - 3. Average injection pressure will be $\approx 1,500$ psi Maximum injection pressure will be 2,988 psi (= 0.2 psi/foot x



30-015-38978

- 12,440' (highest perforation)).
- 4. The disposal water will be produced water from Apache wells, mainly from the Yeso. Apache has 164 approved wells in T. 17 S., R. 30 & 31 E. and T. 18 S., R. 30 & 31 E. Of those 164 wells, 156 are Yeso wells.

A summary of analyses from a Yeso well (10 miles west), Devonian wells (6 miles northwest), and an Ellenburger well (49 miles southeast) follows. These samples are the closest wells in the WAIDS data base. The abstracts are in Exhibit F. No compatibility problems have been reported from the closest (5.7 miles west) operating Devonian disposal well (30-015-29104). The 50,928 barrels that were disposed in the well in 2011 included Yeso water. The closest (41 miles southwest) Ellenburger disposal wells (30-015-26499 & 30-015-29123) have accepted more than 91,345,286 barrels of water.

	<u>Yeso</u>	<u>Devonian</u>	<u>Ellenburger</u>
Barium	0.1136		
Bicarbonate	495.296	1,260.0	122.0
Calcium	2,979.73		
Chloride	138,951.0	34,400.0	66,630.0
Hydrogen Sulfide	6.816		
Iron	5.112		
Magnesium	679.328		
Potassium	493.024		
Sodium	87,541.3		
Strontium	47.712		
Sulfate	4,749.62	3,600.0	1,692.0
Total Dissolved Solids	207,695.0	63,260	110,300.0

5. Closest (5 miles east-southeast in 1-18s-30e) Devonian production was Read and Stevens' Susie Federal #1 (30-015-27677). It produced 237,000 cubic feet from the wildcat Devonian in 1994 before it was plugged and abandoned. It has since been reentered and is now a Wolfcamp salt water disposal well.



APACHE CORPORATION
APACHE STATE SWD 3
2300' FNL & 725' FWL SEC. 30, T. 17 S., R. 31 E.
EDDY COUNTY, NEW MEXICO

30-015-38978

Closest (9 miles southeast in 27-18s-31e) Ellenburger production is Chesapeake's Greenwood Pre-Grayburg Unit 14 (30-015-31615). It has produced 1,982,081 Mcf of gas since 2001 from the wildcat Shugart; Ordovician.

VIII. The Devonian (\approx 1,120 thick) and Ellenburger (\approx 445' thick) are dolomites. Closest possible underground source of drinking water above the proposed disposal interval is the Quaternary deposit at the surface. No water wells are within a one mile radius (EXHIBIT G).

Four water wells were drilled within a two mile radius for water. Only one of the four wells was intended to, and did, produce water. That well is an abandoned wood windmill 8,212' west. According to the grazing permittee (Kyle Williams of Williams & Son Cattle Company), it has been dry for over 30 years.

The other three wells (≥ 1.24 miles southeast in Section 32) were intended to determine depth to groundwater for a proposed, but not yet approved, landfill. The holes ranged in depth from 55' to 158'. No water was encountered and all three holes were plugged with grout. No underground source of drinking water is below the proposed disposal interval.

Anticipated formation tops are:

Quaternary = 0'
Rustler = 366'
Salt top = 670'
Salt base = 1,600'
Yates = 1,324'
Seven Rivers = 1,593'
Queen = 2,462'
Grayburg = 2,858'
San Andres = 3,206'
Glorieta = 4,900'
Yeso = 5,300'
Tubb = 6,700'
Abo = 6,751'
Bone Springs = 7,600'



APACHE CORPORATION
APACHE STATE SWD 3
2300' FNL & 725' FWL SEC. 30, T. 17 S., R. 31 E. EDDY COUNTY, NEW MEXICO

30-015-38978

Wolfcamp = 8,271'
 Cisco = 9,007'
 Strawn = 10,516'
 Atoka = 10,783'
 Morrow= 11,196'
Mississippian = 11.441'
 Devonian = 12,425'
Ellenburger = 13,555'
 Cambrian = 14,000'
Total Depth: 14,050'

There are no water wells within a minimum 2,000 meter (= 6,560') radius according to State Engineer records (see Exhibit G). There will be 12,435' of vertical separation and the Rustler salt interval between the bottom of the only likely underground water source (Quaternary) and the top of the Devonian.

Produced water has been injected or disposed into zones above (mainly in the Grayburg-Jackson; Seven Rivers - Queen - Glorieta - San Andres; but also in the Yeso, Abo, and Wolfcamp) the proposed disposal interval via 68 wells within Section 30 and the bordering 8 sections.

- IX. The well will be stimulated with acid to clean out scale or fill.
- X. Cement bond, spectral gamma ray, density, dual laterolog/MSFL, and neutron logs will be run.
- XI. Based on a field inspection and a review of the State Engineer's records, there are no water wells within a one mile radius.
- XII. Apache is not aware of any geologic or engineering data which may indicate the Devonian or Ellenburger are in hydrologic connection with any underground sources of water. There are 66 Devonian salt water disposal wells,



APACHE CORPORATION
APACHE STATE SWD 3
2300' FNL & 725' FWL SEC. 30, T. 17 S., R. 31 E.
EDDY COUNTY, NEW MEXICO

PAGE 10

30-015-38978

48 Devonian water injection wells, and 4 Ellenburger salt water disposal wells in New Mexico.

XIII. Notice (this application) has been sent (Exhibit H) to the surface owner (New Mexico State Land Office), all leasehold operators (ConocoPhillips, Chisos Ltd., Chase Oil, BP, Marbob Energy, Pitch Energy, Jack Plemons, Devon, Jay Armstrong, Judah Oil, McCombs Energy, McInnes Resources, Paloma Resources, Larry Jones, Lothian Oil, Premier Oil & Gas, Enervest, Ollie Burnett Trust, Anne Tandy Estate, Texas Reexploration, Texas Refining, Anne B. Windfohr, Yates Petroleum, Abo Petroleum, Burnett Oil Co., Chevron USA Holdings, Chevron USA Inc., EOG, MYCO, Alamo Permian, LINN, and Oxy), and lessors (NM State Land Office, BLM) within a half mile.

A legal ad (see Exhibit I) was published on January 29, 2012.



DISTRICT I 1625 N. French Dr., Hobbs, NM 88240

State of New Mexico

Form C-102 Revised October 12, 2005

DISTRICT II 1301 W. Grand Avenue, Artesia, NM 88210 OIL CONSERVATION DIVISION 1220 SOUTH ST. FRANCIS DR. Santa Fe, New Mexico 87505

Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410

DISTRICT IV 1220 S. St. Fransis D	r., Santa Fe, N	M 87505	ELL LOC	ATION .	AND ACREAG	GE DEDICATIO	ON PLAT	□ AMEN	DED REPORT
API N	Number 5-38978			Pool Code 96101					
Property C	Code				Property Name				nmper
					APACHE STA	ATE SWD		3	
ograd 873				AP	Operator Name ACHE CORPOI	RATION		35°	
L		.L			Surface Location				
UL or lot No.	Section	Township	Range	Lot Ida	Feet from the	North/South line	Feet from the	East/West line	County
E	30	17-S	31-E		2300	NORTH	725	WEST	EDDY
			Во	ottom Hole	Location If Differen	nt From Surface			
UL or lot No.	Section	Township	Range	Lot Ida	Feet from the	North/South line	Feet from the	East/West line	County
Dedicated A	T-:	or Infill]	
Dedicated Acres	Joint o	er intil	Consolidation Cod	e Om	let No.				
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ì	NO ALLOW					UNTIL ALL INTERI PROVED BY THE D		CONSOLIDATED)
									TYON
			'		,			OR CERTIFICA	Į
							complete to the be	at the information herein est of my knowledge and	belief, and that
	,		1		1		unleased mineral	either owns a working int interest in the land includ	ing the
							well at this location	hole location or has a righ on pursuant to a contract v	with an owner
300.			1		1		pooling agreemen	working interest, or to a t or a compulsory pooling	
					l		heretofore entered	by the division.	
	1						K_{-}		45.40
					1		30	20 2	-15-12
	1		1		1		Signature		ate
					ļ		Printed Nam	IAN WOOD	
725'	1				1		Frinted Nam	le.	
, , , 20 = 0	ļ		i		į		CI IDI IDI	OD OFFICE A	TION
 								OR CERTIFICA at the well location shows	}
GE		COORDINATE	'S				was plotted from	field notes of actual surversion, and that the same	ys made by me
	NAD 2	7 NME			}		correct to the best		is due and
	Y=6572		,		i i		}E	EXHIBIT A	
	X=6288	352.5 E					ے ا	<i>t</i>	•
	LAT =32.8	06272° N			· .		DECE	MBER 28, 201	10
L	LONG. = 103	913963° W					Date Surveye		LA
			- -				Signature & Professional	Seal of Surveyor Surv	
							E. W. W	MEL	
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								ellistre.	

DISTRICT I 1625 N. French Dr., Hobbs, NM 88240

State of New Mexico

Form C-102

Revised October 12, 2005 Submit to Appropriate District Office

State Lease - 4 Copies
Fee Lease - 3 Copies

DISTRICT II 1301 W. Grand Avenue, Artesia, NM 88210

DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410

1220 S. St. Fransis Dr., Santa Fe, NM 87505

DISTRICT IV

Dedicated Acres

Joint or Infill

Consolidation Code

OIL CONSERVATION DIVISION 1220 SOUTH ST. FRANCIS DR. Santa Fe, New Mexico 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

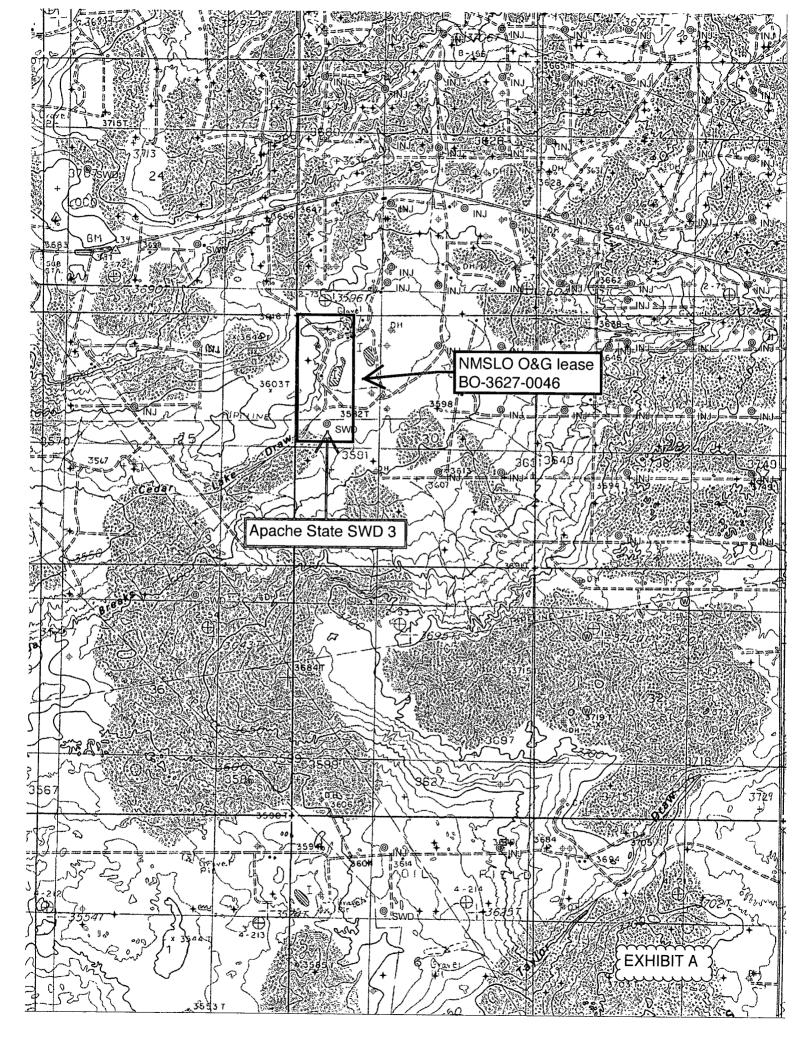
☐ AMENDED REPORT

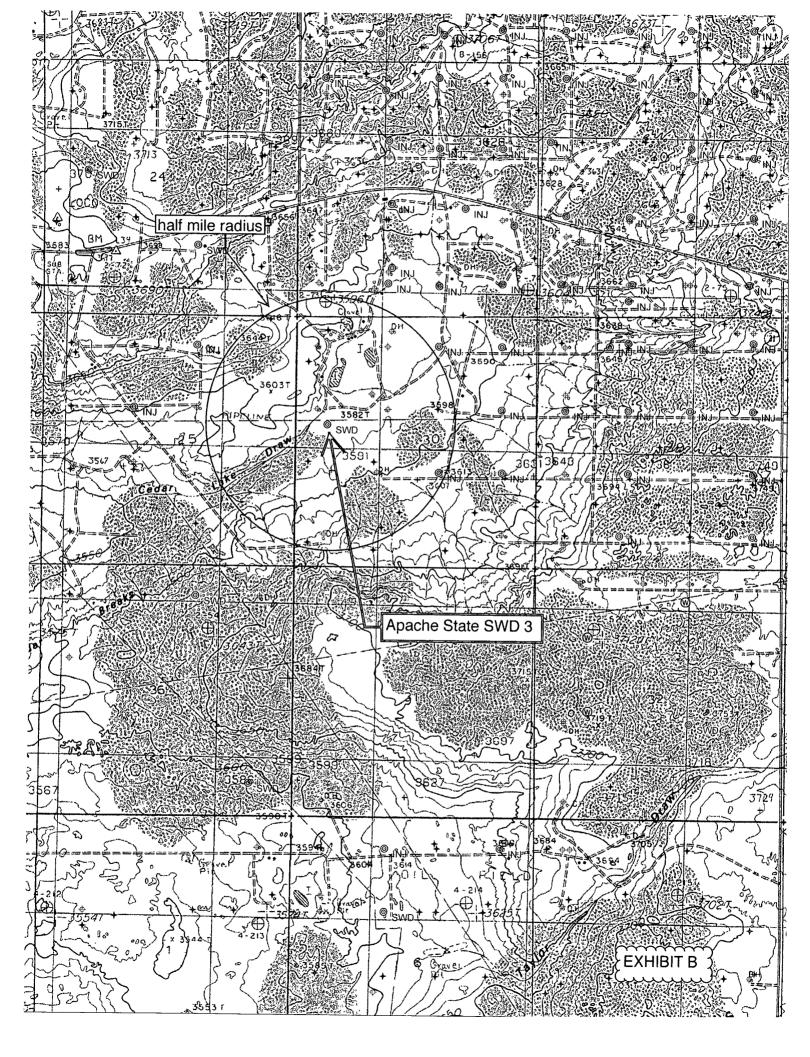
API Number 30-015-38978							Pool Code 96103		Pool Name SWD; ELLENBURGER		
Property Code			Property Name APACHE STATE SWD					Well Number			
ogrid no. 873				Operator Name APACHE CORPORATION			Blevation 3585'				
	Surface Location										
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County		
E	30	17-S	31-E		2300	NORTH	725	WEST	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/West line	County		
		}									

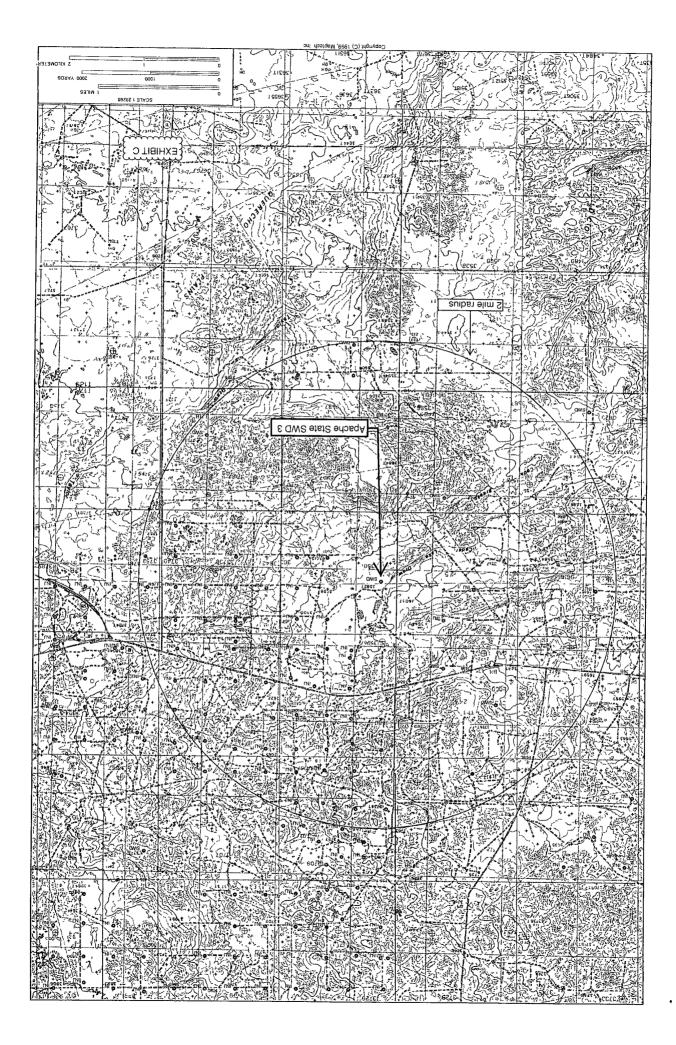
NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

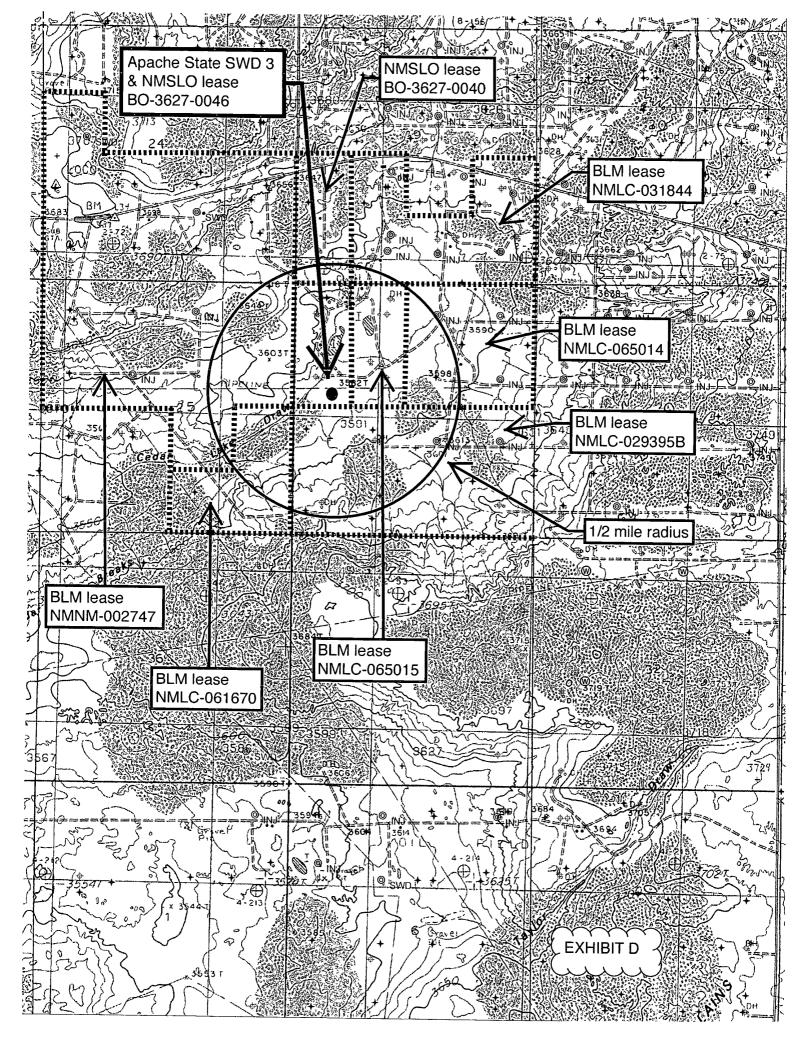
Order No.

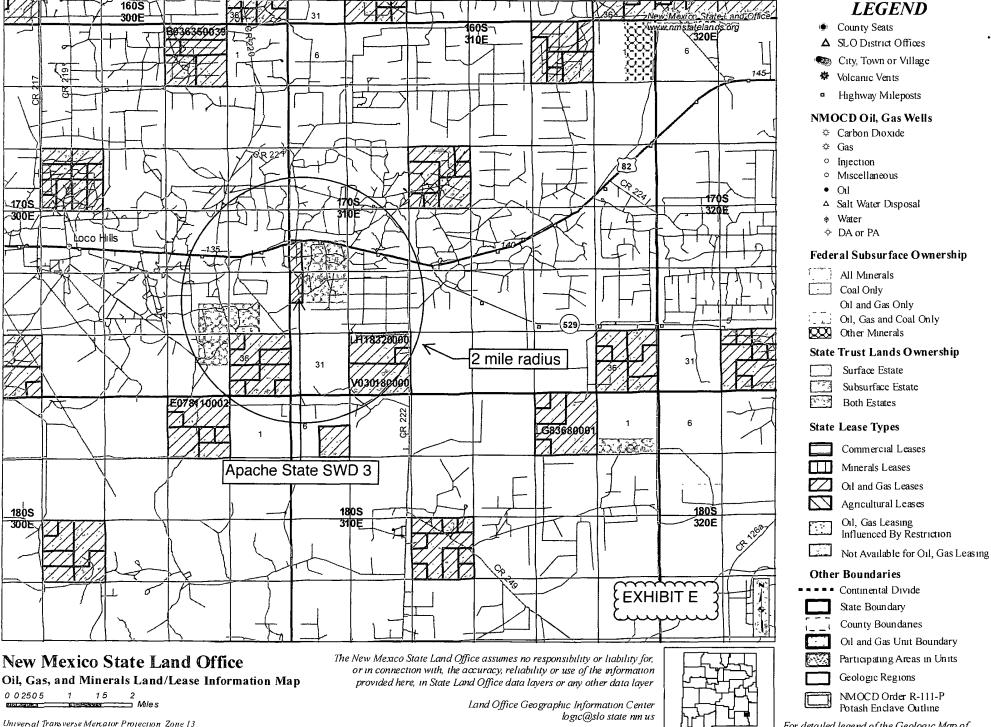
		OPERATOR CERTIFICATION
	I her community this cunics	eby certify that the information herein is true and olete to the best of my knowledge and belief, and that organization either owns a working interest or ased mineral interest in the land including the osed bottom hole location or has a right to drill this
2300,	well of su pool	osect bottom flore location in this is right to thin this at this location pursuant to a contract with an owner ch mineral or working interest, or to a voluntary ing agreement or a compulsorly pooling order ofter entered by the division
	Sign	2-15-12 nature Date
		BRIAN WOOD
725'0	Prin	nted Name
1	S	URVEYOR CERTIFICATION
GEOGRAPHIC COORDINATES NAD 27 NME	was j	eby certify that the well location shown on this plat plotted from field notes of actual surveys made by me der my supervision, and that the same is true and ct to the best of my belief.
Y=657288.1 N X=628852.5 E		EXHIBIT A
LAT =32.806272° N		DECEMBER 28, 2010
LONG = 103.913963° W		Surveyed LA
	Sign Proj	nature & Seal of
	Kor	iold Compositiz 2011
		10 1/ 19285
	Cert	Hicate No. GARY COLEDSON 12641 RONAED F EIDSON 3239
		William Walley











Universal Transverse Mercator Projection Zone 13
1983 North American Datum

Created On 1/21/2011 8 50 54 AM

For detailed legend of the Geologic Map of New Mexico, please see http://geoinfo.nmt.edu/

NM WAIDS

TDATA	MAPS S	HOME\	SCALE TO	CORROSION

" M	General Information	About: Sample 6	073
	WHITE STAR	FEDERAL 014	
API	3001530931	Sample Number	
Unit/Section/ Township/Range	A / 29 / 17 S / 29 E	Field	EMPIRE EAST
County	Eddy	Formation	YESO
State	NM	Depth	
Lat/Long	32.81153 / -104.09097	Sample Source	
TDS (mg/L)	207695	Water Type	
Sample Date(MM/DD/YYYY)	5/18/2000	Analysis Date(MM/DD/YYYY)	5/26/2000
Remarks/Description			
Cation	n Information (mg/Ľ)		Information (mg/L)
Potassium (K)	493 024	Sulfate (SO)	4749.62
	170 021	Joanato (66)	4749.02
Sodium (Na)	87541.3	Chloride (Cl)	138951
Sodium (Na) Calcium (Ca)		!	
<u> </u>	87541.3	Chloride (Cl)	138951
Calcium (Ca)	87541.3 2979.73	Chloride (CI) Carbonate (CO ₃) Bicarbonate	0
Calcium (Ca) Magnesium (Mg)	87541.3 2979.73 679 328	Chloride (CI) Carbonate (CO ₃) Bicarbonate (HCO ₃)	0
Calcium (Ca) Magnesium (Mg) Barium (Ba)	87541.3 2979.73 679 328	Chloride (CI) Carbonate (CO ₃) Bicarbonate (HCO ₃) Hydroxide (OH) Hydrogen Sulfide	138951 0 495 296







NM WAIDS

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		KAN THE CONTRACT OF THE CONTRA		
DATA	MAPS	CHOME.	SCALE	N 1001(4 0) { 1 { (0 }) { (0 }) { (0 }) { (0 })

	General Information	About: Sample 5	199 (** 3* (3*)	
	SQUARE LAKE	DEEP UNIT 001		
API	3001503979	Sample Number		
Unit/Section/ Township/Range	J / 33 / 16 S / 30 E	Field		
County	Eddy	Formation	DEV	
State	NM	Depth		
Lat/Long	32.87982 / -103.97885	Sample Source	DST	
TDS (mg/L)	63260	Water Type		
Sample Date(MM/DD/YYYY)		Analysis Date(MM/DD/YYYY)		
Remarks/Description				
Cation Information (mg/L)		Anion Information (mg/L)		
Potassium (K)		Sulfate (SO)	3600	
Sodium (Na)		Chloride (CI)	34400	
Calcium (Ca)		Carbonate (CO ₃)		
Magnesium (Mg)		Bicarbonate (HCO ₃)	1260	
Barium (Ba)		Hydroxide (OH)		
Manganese (Mn)		Hydrogen Sulfide (H ₂ S)		
	1 F	[a . a		
Strontium (Sr)		Carbon Dioxide (CO ₂)		











General Information About: Sample 4500					
LIVINGSTON 006					
API	3002506517	Sample Number			
Unit/Section/ Township/Range	K / 03 / 21 S / 37 E	Field WANTZ			
County	Lea	Formation	ELBG		
State	NM	Depth			
Lat/Long	32.50600 / -103.15174	Sample Source	DST		
TDS (mg/L)	110300	Water Type			
Sample Date(MM/DD/YYYY)		Analysis Date(MM/DD/YYYY)			
Remarks/Description					
Catior	. II		n Information (mg/L)		
Potassium (K)		Sulfate (SO)	1692		
Sodium (Na)		Chloride (CI)	66630		
Calcium (Ca)		Carbonate (CO ₃)			
Magnesium (Mg)		Bicarbonate (HCO ₃)	122		
Barium (Ba)		Hydroxide (OH)			
Manganese (Mn)		Hydrogen Sulfide (H ₂ S)			
Strontium (Sr)		Carbon Dioxide (CO ₂)			
Iron (Fe) Oxygen (O)					









New Mexico Office of the State Engineer

Point of Diversion by Location (with Owner Information)

No PODs found

UTMNAD83 Radius Search (in meters):

Easting (X): 601629

Northing (Y): 3630345 21

Radius: 2000

Apache State SWD 3



The data is furnished by the NMOSE/ISC and is accepted by the recipient with the expressed understanding that the OSE/ISC make no warranties, expressed or implied, concerning the accuracy, completeness, reliability, usability, or suitability for any particular purpose of the data



Nick Jaramillo New Mexico State Land Office P. O. Box 1148 Santa Fe, NM 87504-1148

Dear Nick,

Apache Corporation is applying (application attached) to deepen its Apache State SWD #3 salt water disposal well (SLO R-32373). As required by NM Oil Conservation Division Rules, I am notifying you of the following proposal. This letter is a notice only. No action is needed unless you have questions or objections.

Well Name: Apache State SWD #3 (state lease) <u>TD</u> = 14,050'

Proposed Injection Zone: Devonian & Ellenburger (from 12,440' to 14,000')

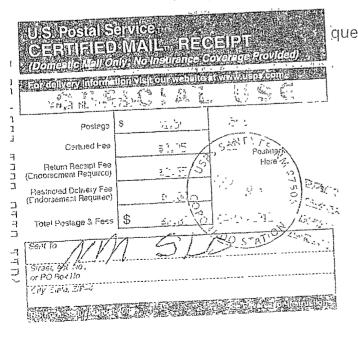
Location: 2300' FNL & 725' FWL Sec. 30, T. 17 S., R. 31 E., Eddy County, NM

Approximate Location: ≈4 air miles east-southeast of Loco Hills, NM

Applicant Name: Apache Corporation (432) 818-1167'

Applicant's Address: 303 Veterans Airpark Lane, #3000, Midland, TX 79705

Submittal Information: Application for a salt water disposal well will be filed with the NM Oil Conservation Division (NMOCD). If you have an objection, or wish to request a hearing, then it must be filed with the NMOCD within 15 days of receipt of this letter. The New Mexico Oil Conservation Division address is 1220 South St. Francis Dr. Santa Fe, NM 87505. Their phone number is (505) 476-3440.



guestions.

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EXHIBIT H

Sincerely!



Tom Scarborough ConocoPhilips Company P O Box 2197 Houston, TX 77252

Dear Mr. Scarborough

Apache Corporation is applying (application attached) to deepen its Apache State SWD #3 salt water disposal well. As required by NM Oil Conservation Division Rules. I am notifying you of the following proposal. This letter is a notice only. No action is needed unless you have questions or objections.

Well Name Apache State SWD #3 (state lease) TD = 14,050'
Proposed Injection Zone: Devonian & Ellenburger (from 12,440' to 14,000')
Location 2300' FNL & 725' FWL Sec 30, T 17 S, R. 31 E., Eddy County, NM
Approximate Location ≈4 air miles east-southeast of Loco Hills, NM
Applicant Name. Apache Corporation (432) 818-1167'
Applicant's Address 303 Veterans Airpark Lane, #3000, Midland, TX 79705

Submittal Information Application for a salt water disposal well will be filed with the NM Oil Conservation Division (NMOCD) If you have an objection, or wish to request a hearing, then it must be filed with the NMOCD within 15 days of receipt of this letter. The New Mexico Oil Conservation Division address is 1220 South St. Francis Dr. Santa Fe, NM 87505. Their phone number is (505) 476-3440.

Please call me if you have any questions

|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |                   | -                                        |                  | - '     |
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| ASPERTMENT OF                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                  |                   |                                          |                  | V-13/47 |
| (1291) + 201 1 (8)                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             | (4.2. 5 % F K. L. | 12                                       | ع اين، البي      |         |
|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                | S 257.30          | 12 12 12 12 12 12 12 12 12 12 12 12 12 1 | Pertmark<br>Here | 27505   |
| Service of the servic | racp)             |                                          | 25C              |         |

Sincerely,

Buan Wood

EXHIBIT



April 7, 2012

Chisos Ltd. 670 Dona Ana Road SW Deming, NM 88030

Apache Corporation is applying (application attached) to deepen its Apache State SWD #3 salt water disposal well. As required by NM Oil Conservation Division Rules, I am notifying you of the following proposal. This letter is a notice only No action is needed unless you have questions or objections

Well Name Apache State SWD #3 (state lease) TD = 14,050°

Proposed Injection Zone: Devonian & Ellenburger (from 12,440° to 14,000°)

Location. 2300° FNL & 725° FWL Sec. 30, T. 17 S.. R. 31 E. Eddy County, NM Approximate Location ≈4 air miles east-southeast of Loco Hills, NM Applicant Name Apache Corporation (432) 818-1167

Applicant's Address: 303 Veterans Airpark Lane, #3000, Midland, TX 79705

<u>Submittal Information.</u> Application for a salt water disposal well will be filed with the NM Oil Conservation Division (NMOCD). If you have an objection, or wish to request a hearing, then it must be filed with the NMOCD within 15 days of receipt of this letter. The New Mexico Oil Conservation Division address is 1220 South St. Francis Dr. Santa Fe. NM 87505. Their phone number is (505) 476-3440.

Please call me if you have any questions

Petripolis Botto St. 150
Petripolis Botto St.

Sincerely



Chase Oil Corporation
P O Box 1787
Artesia NM 88211-1767

Apache Corporation is applying (application ettached) to deepen its Apache State SWD  $\pm 3$  salt water disposal well. As required by NM Oil Conservation Division Rules, I am notifying you of the following proposal. This letter is a notice only No action is needed unless you have questions or objections.

Well Name Abache State SWD #3 (state lease) TD = 14,050'

Proposed injection Zone Devonian & Ellenburger (from 12,440' to 14,000')

Location 2300 FNL & 725' Fw'L Sec 30, T 17 S R 31 E, Eddy County, NM

Approximate Location ≈4 air miles east-southeast of Loco Hills. NM

Applicant Name. Abache Corporation (432) 818-1167'

Applicant's Address 303 Veterans Ampark Lane. #3000, Midland, TX 79705

Submittal Information Application for a salt water disposal well will be filed with the NM Oil Conservation Division (NMOCD) If you have an objection, or wish to request a hearing, then it must be filed with the NMOCD within 15 days of receipt of this letter. The New Mexico Oil Conservation Division address is 1220 South St. Francis Dr. Santa Fe, NM 87505. Their phone number is (505) 476-3440.

Please call me if you have any questions

The state of the s



Sincerely.

Brian Wood



April 7, 2012

BP America Production Co P. O. Box 3092 Houston, TX 77253-3092

Apache Corporation is applying (application attached) to deepen its Apache State SWD #3 salt water disposal well. As required by NM Oil Conservation Division Rules, I am notifying you of the following proposal. This letter is a notice only. No action is needed unless you have questions or objections.

Well Name. Apache State SWD #3 (state lease)  $\underline{TD} = 14,050^{\circ}$  Proposed Injection Zone: Devonan & Ellenburger (from 12,440° to 14.000) Location 2300° FNL & 725° FWL Sec. 30, T. 17 S., R. 31 E, Eddy County NM Approximate Location.  $\approx$ 4 air miles east-southeast of Loco Hirls, NM Applicant Name: Apache Corporation (432) 818-1167 Applicant's Address 303 Veterans Airpark Lane, #3000, Midland, TX 79705

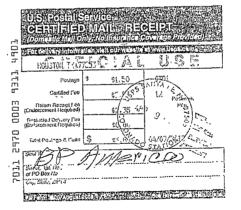
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Please call me if you have any questions.

Sincerely

Charles

Brian Wood





Marbob Energy Corp. & Pitch Energy Corp. c/o COG 2208 W Main St Artesia, NM 88210

Apache Corporation is applying (application attached) to deepen its Apache State SWD #3 salt water disposal well As required by INM Oil Conservation Division Rules, I am notifying you of the following proposal. This letter is a notice only INO action is needed unless you have questions or objections

Well Name Apache State SWD #3 (state lease) TD = 14,050′ Proposed Injection Zone Devonian & Ellenburger (from 12,440′ to 14,000′) Location 2300′ FML & 725′ FWL Sec 30, T 17 S , R 31 E , Eddy County, NM Approximate Location ≈4 air miles east-southeast of Loco Hills, NM Applicant Name Apache Corporation (432) 318-1167 Applicant's Address, 303 Veterans Airpark Lane ≠3000, Midland, TX 79705

<u>Submittal Information</u> Application for a salt water disposal well will be filed with the NM Oil Conservation Division (NMOCD) If you have an objection, or wish to request a hearing, then it must be filed with the NMOCD within 15 days of receipt of this letter. The New Mexico Oil Conservation Division address is 1220 South St. Francis Dr. Santa Fe, NM 87505. Their phone number is (505) 476-3440.

Please call me if you have any questions

| ALEXAN PARTIE                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |       | winin      |                  |                          |                |
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Sincerely,

Brian Wood





April 7 2012

Jack & Glen Plemons P. O. Box 113 Lovington, NM 88260

Apache Corporation is applying (application attached) to deepen its Apache State SWD #3 salt water disposal well. As required by NM Oil Conservation Division Rules, I am notifying you of the following proposal. This letter is a notice only. No action is needed unless you have questions or objections.

Well Name Apache State SWD #3 (state lease) TD = 14,050

Proposed Injection Zone: Devonian & Ellenburger (from 12 440' to 14,000')

Location 2300' FNL & 725' FWL Sec. 30, T. 17 S, R 31 E. Eddy County, NM

Approximate Location: ≈4 air miles east-southeast of Loco Hills NM

Applicant Name Apache Corporation (432) 818-1167

Applicant's Address: 303 Veterans Airpark Lane, #3000, Midland, TX 79705

<u>Submittal Information</u> Application for a salt water disposal well will be filed with the NM Oil Conservation Division (NMOCD). If you have an objection, or wish to request a hearing, then it must be filed with the NMOCD within 15 days of receipt of this letter. The New Mexico Oil Conservation Division address is 1220 South St. Francis Dr. Santa Fe, NM 87505. Their phone number is (505) 476-3440.

Please call me if you have any questions.

Sincerely,

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Devon Energy Production Co. LP 20 N. Broadway #1500 Okiahoma City, OK 73102

Apache Corporation is applying (application attached) to deepen its Apache State SWD #3 sait water disposal well. As required by NM Oil Conservation Division Rules, I am notifying you of the following proposal. This letter is a notice only. No action is needed unless you have questions or objections.

Well Name Apache State SWD #3 (state lease) TD = 14,050'

Proposed Injection Zone Devonian & Ellenburger (from 12,440' to 14,000')

Location 2300' FNL & 725' FWL Sec 30. T 17 S , R. 31 E., Eddy County, NM

Approximate Location ≈4 air miles east-southeast of Loco Hills, NM

Applicant Name Apache Corporation (432) 818-1167

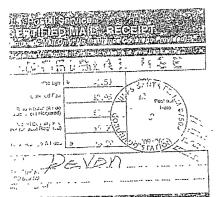
Applicant's Address 303 Veterans Airpark Lane, #3000 Midland, TX 79705

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Please call me if you have any questions

Sincerely,

Brian Wood







April 7, 2012

Jay K Armstrong LP P. O. Box 2193 Wichita Falls, TX 76307

Apache Corporation is applying (application attached) to deepen its Apache State SWD #3 salt water disposal well. As required by NM Oil Conservation Division Rules, I am notifying you of the following proposal. This letter is a notice only. No action is needed unless you have questions or objections.

Well Name Apache State SWD #3 (state lease) TD = 14,050

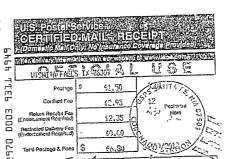
Proposed Injection Zone Devonian & Ellenburger (from 12,440' to 14,000)

Location 2300' FNL & 725' FWL Sec 30, T 17 S, R. 31 E Eddy County NM Approximate Location: ≈4 air miles east-southeast of Loco Hills, NM Applicant Name Apache Corporation (432) 818-1167

Applicant's Address: 303 Veterans Airpark Lane #3000 Midland TX 79705

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Please call me if you have any questions.



Street Apr 186.
of 10 Day 165
65° Sillo 2044

1 3-10,3

Brian Wood

Sincerely



Judah Oil P. O. Box 568 Artesia, NM 88211-0568

Apacha Corporation is applying (application attached) to deepen its Apacha State SWD #3 salt water disposal well. As required by NM Oil Conservation Division Rules. I am notifying you of the following proposal. This letter is a notice only No action is needed unless you have questions or objections

Well Name: Apache State SWD #3 (state lease)

Proposed Injection Zone Devonian & Ellenburger (from 12,440' to 14,000')

Location 2300' FNL & 725' FWL Sec 30, T 17 S, R 31 E, Eddy County, NM 
Approximate Location ≈4 air miles east-southeast of Loco Hills, NM 
Applicant Name Apache Corporation (432) 818-1167

Applicant's Address 303 Veterans Airpark Lane, #3000, Midland, TX 79705

<u>Submittal Information</u> Application for a salt water disposal well will be filed with the NM Oil Conservation Division (NMOCD). If you have an objection, or wish to request a hearing, then it must be filed with the NMOCD within 15 days of receipt of this letter. The New Mexico Oil Conservation Division address is 1220 South St. Francis Di. Santa Fe, NM 07505. Their plione number is (505) 476-3440.

Please call rae if you have any questions

Frank Strain Str

Sincerely,

Tolean

Brian Wood

EXHIBIT H



April 7 2012

McCombs Energy LLC 5599 San Felipe, #1220 Houston, TX 77056-2724

Apache Corporation is applying (application attached) to deepen its Apache State SWD #3 salt water disposal well. As required by NM Oil Conservation Division Rules, I am notifying you of the following proposal. This letter is a notice only. No action is needed unless you have questions or objections.

Well Name Apache State SWD #3 (state lease)  $\underline{TD}$  = 14,050' Proposed Injection Zone: Devonian & Ellenburger (from +2,4 ±0' to 14,000) Location. 2300' FNL & 725' FWL Sec. 30, T=17 S., R. 31 E. Eddy County NM Approximate Location: ≈4 air miles east-southeast of Loco Hills NM Applicant Name Apache Corporation (432) 818-1167 Applicant's Address: 303 Veterans Airpark Lane, #3000, Midland, TX 79705

<u>Submittal Information</u>: Application for a salt water disposal well will be filed with the NM Oil Conservation Division (NMOCD). If you have an objection, or wish to request a hearing, then it must be filed with the NMOCD within 15 days of receipt of this letter. The New Mexico Oil Conservation Division address is 1220 South St. Francis Dr. Santa Fe, NM 87505. Their phone number is (505) 476-3440.

Please call me if you have any questions

Sincerely,





McInnes Resources Co. P O Box 527 Artesia, NM 83211-0527

Aparche Corporation is applying (application attached) to deepen its Apache State SWD #3 salt water disposal well As required by NM Oil Conservation Division Rules. I am notifying you of the following proposal. This letter is a notice only. No action is needed unless you have questions or objections.

Well Name Apache State SWD #3 (state lease) TD = 14,050'
Proposed Injection Zone Devonian & Ellenburger (from 12,440' to 14,000')
Location 2300 FNL & 725° FWL Sec 30, T 17 S, R 31 E., Eddy County, NM
Approximate Location ≈4 air miles east southeast of Loco Hills, NM
Applicant Name Apache Corporation (132) 818-1167
Applicant's Address, 303 Veterans Airpark Lane, #3000, Midland, TX 79705

<u>Submittal Information</u> Application for a salt water disposal well will be filed with the NM Oil Conservation Division (NMOCD). If you have an objection, or wish to request a hearing, then it must be filed with the NMOCD within 15 days of receipt of this letter. The New Mexico Oil Conservation Division address is 1220 South St. Francis Dr. Santa Fe, NM 87505. Their phone number is (505) 476-3440.

Flease call me if you have any questions



Sincerely,

Buan Wood





April 7, 2012

Paloma Resource Inc. P O Box 1814 Roswell, NM 88202

Apache Corporation is applying (application attached) to deepen its Apache State SWD #3 salt water disposal well. As required by NM Oil Conservation Division Rules. I am notifying you of the following proposa. This letter is a notice only. No action is needed unless you have questions or objections.

Well Name: Apache State SWD #3 (state lease) TD = 14,050'

Proposed Injection Zone: Devonian & Ellenburger (from 12,440' to 14,000')

Location 2300' FNL & 725' FWL Sec. 30, T. 17 S, R. 31 E Eddy County, NM

Applicant Location: ≈4 air miles east-southeast of Loco Hills, NM

Applicant Name. Apache Corporation (432) \$18-1167

Applicant's Address 303 Veterans Airpark Lane, #3000, Midland. TX 79705

<u>Submittal Information</u> Application for a salt water disposal well will be filed with the NM Oil Conservation Division (NMOCD). If you have an objection, or wish to request a hearing, then it must be filed with the NMOCD within 15 days of receipt of this letter. The New Mexico Oil Conservation Division address is 1220 South St. Francis Dr. Santa Fe. NM 87505. Their phone number is (505) 476-3440

Please call me if you have any questions

Sincerely.

Buan Wood





Larry Jones & Premier Oil & Gastino P. O. Box 1246 Artesia, NM 88210

Apache Corporation is applying (application attached) to deepen its Apache State SWD #3 salt water disposal well As required by NM Oil Conservation Division Rules. I am notifying you of the following proposal. This letter is a notice only No action is needed unless you have questions or objections.

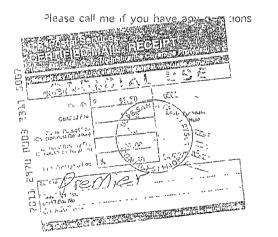
Well Name Apuche State SWD #3 (state lease) TD = 14,050'

Proposed Injection Zone Devonian & Ellenburger (from 12,440' to 14,000')

Lecation 2300' FNL & 725' FWL Sec 30, T 17 S R 31 F, Eddy County, NM 
Approximate Location: ≈4 air miles east-southeast of Loco Hills, NM 
Applicant Name Apache Corporation (432) 818-1167

Applicant's Address 303 Veterans Airpark Lane, #3000, Midland, TX 79705

Submittal Information Application for a solt water disposal well will be filed with the NM Oil Conservation Division (NMOCD). If you have an objection, or wish to request a hearing, then it must be filed with the NMOCD within 15 days of receipt of this letter. The New Mexico Oil Conservation Division address is 1220 South St. Francis Dr. Santa Fe, NM 87505. Their phone number is (505), 476-3440.



Sincerely,

Brian Wood

EXHIBIT H



April 7, 2012

Lothian Oil Inc 200 N Loraine Midland, TX 79701-4758

Apache Corporation is applying (application attached) to deepen its Apache State SWD #3 salt water disposal well. As required by NM Oil Conservation Division Rules, I am notifying you of the following proposal. This letter is a notice only. No action is needed unless you have questions or objections.

Well Name: Apache State SWD #3 (state lease) TD = 14 050

Proposed Injection Zone Devonian & Ellenburger (from 12.440° to 14,000°)

Location: 2300° FNL & 725° FWL Sec. 30 T. 17 S. R. 31 E. Eddy County, NM

Approximate Location. ≈4 air miles east-southeast of Loco Hills, NM

Applicant Name. Apache Corporation (432) 818-1167

Applicant's Address 303 Veterans Airpark Lane. #3000, Midland, TX 79705

<u>Submittal Information.</u> Application for a salt water disposal well will be filed with the NM Oil Conservation Division (NMOCD). If you have an objection or wish to request a hearing, then it must be filed with the NMOCD within 15 days of receipt of this letter. The New Mexico Oil Conservation Division address is 1220 South St. Francis Dr. Santa Fe, NM 87505. Their phone number is (505) 476-3440.

Please call me if you have any questions.

Sincerely,

Saires

Brian Wood





Poter Tower Energy Institutional Funds XI-A & XI-WI 1001 Fannin St , Suite 800 Houston, TX 77002-6707

Dear Peter,

Apache Corporation is applying (application attached) to deepen its Apache State SWD #3 salt water disposal well. As required by NM Oil Conservation Division Rules. I am notifying you of the following proposal. This letter is a notice only. No action is needed unless you have questions or objections.

Well Name Apache State SWD #3 (state lease) TD = 14,000'

Proposed Injection Zone Devorian & Ellenburger (from 12,440' to 14,000')

Location 2300' FNL & 725' FWL Sec 30. T 17 S , R 31 E , Eddy County, NM

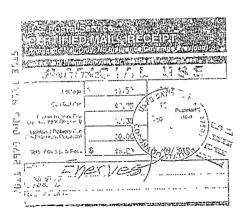
Approximate Location ≈4 air miles east-southeast of Loco Hills, NM

Applicant Name Apache Corporation (432) 818-1167

Applicant's Address, 303 Veterans Airpark Lane, #3000 Midland, TX 79705

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Please call me if you have any questions



EXHIBIT

エ

Sincerely,

Buan Wood



April 7, 2012

Ollie L. Burnett Trust Anne B. Tandy Estate & Anne B Windfohr 801 Cherry St.. #1500 Ft. Worth, TX 76102-6369

Apache Corporation is applying (application attached) to deepen its Apache State SWD #3 salt water disposal well. As required by NM Oil Conservation Division Rules, I am notifying you of the following proposal. This letter is a notice only. No action is needed unless you have questions or objections.

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Proposed Injection Zone: Devonian & Ellenburger (from 12,440° to 14,000°)

Location: 2300° FNL & 725′ FWL Sec. 30, T 17 S., R 31 E, Eddy County. NM Approximate Location: ≈4 air miles east-southeast of Loco Hills, NM Applicant Name: Apache Corporation (432) 818-1167′

Applicant's Address: 303 Veterans Airpark Lane, #3000, Midland, TX 79705

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Please call me if you have any questions



Sincerely,



Texas Poexploration Ltd 1 3025 Maxroy Houston To 77008

Apache Corporation is applying (application attached) to deepen its Apache State SWD #3 salt water disposal well. As required by NM Oil Conservation Division Rules, I am notifying you of the following proposal. This letter is a notice only. No action is needed unless you have questions or objections.

Well Name Apacho State SWD #3 (state lease) TD = 14,050'

Proposed Injection Zone: Devonian & Ellenburger (from 12,440' to 14,000')

Location: 2300' FNL & 725' FWL Sec. 30, T 17 S, R. 31 E., Eddy County, NM

Approximate Location ≈4 air miles east-southeast of Loco Hills, NM

Auditional Name Apache Corporation (432) 818-11€7

Applicant's Address 303 Voterans Airpark Lane, #3000, Midland, TX 79705

Submittal Information Application for a salt water disposal well will be filed with the NM Oil Conservation Division (NMOCD) If you have an objection, or wish to request a hearing, then it must be filed with the NMOCD within 15 days of receipt of this letter. The New Mexico Oil Conservation Division address is 1220 South St. Francis Di. Santa Fe, NM 37505. Their phone number is (505) 476-3440.

Please call me if you have any questions



Sincerely, A





April 7, 2012

Texas Refining & Exploration LP 5701 Woodway, #110 Houston, TX 77057

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Well Name Apache State SWD #3 (state lease) TD = 14 050°

Proposed Injection Zone Devonian & Ellenburger (from 12,440° to 14,000 )

Location. 2300 FNL & 725° FWL Sec. 30, T. 17 S . R. 31 E . Eddy County, NM 
Approximate Location ≈4 air miles east-southeast of Loco Hills. NM 
Applicant Name Apache Corporation (432) \$18-116°,

Applicant's Address 303 Veterans Airpark Lane. #3,000, Midland. TX 79705

<u>Submittal Information</u>: Application for a salt water disposal well will be filed with the NM Oil Conservation Division (NMOCD). If you have an objection, or wish to request a hearing, then it must be filed with the NMOCD within 15 days of receipt of this letter. The New Mexico Oil Conservation Division address is 1220 South St. Francis Dr. Santa Fe. NM 87505. Their phone number is (505) 476-3440.

Please call me if you have any questions.

Sincerely

Buan Wood





Yates Patroleum Corp., Apo Petroleum Corp., Myco Industries Inc. 105 S. 4th St. Artesia, NM 88210

Apache Corporation is applying (application attached) to deepen its Apache State SWD #3 salt water disposal well. As required by NM Oil Conservation Division Rules. Fam notifying you of the following proposal. This letter is a motice only. No action is needed unless you have questions or objections.

Well Name. Apache State SWD #3 (state lease) TD = 14,050'

Proposed Injection Zone Devonan & Ellenburger (from 12 440' to 14 000')

Location 2300' FNL & 725' FWL Sec 30, T 17 S R. 31 E Eddy County, NM 
Approximate Location ≈4 all miles east-coutheast of Loco Hills, NM 
Applicant Name: Apache Corporation (132) 818-1167

Explicant's Address 303 Veterans Airpark Lane, #3000, Midland, TX 79705

Submittal Information Application for a salt water disposal well will be filed with the NM Oil Conservation Division (NMOCD) If you have an objection, or wish to request a hearing, then it must be filed with the NMOCD within 15 days of receipt of this letter. The New Mexico Oil Conservation Division address is 1220 South St. Francis Di. Santa Fe, NM 87505. Their phone number is (505) 476-3440.

Please call me if you have any questions.

English and the second of the

Sincerely,

Sincerely,

Brian Wood





April 7, 2012

Burnett Oil Co. 801 Cherry St., #1500 Unit 9 Ft. Worth, TX 76102-6881

Apache Corporation is applying (application attached) to deepen its Apache State SWD #3 salt water disposal well. As required by NM Oil Conservation Division Rules, I am notifying you of the following proposal. This letter is a notice only. No action is needed unless you have questions or objections.

Well Name: Apache State SWD #3 (state lease)

Proposed Injection Zone: Devonian & Ellenburger (from 12,440" to 14,000)

Location: 2300' FNL & 725' FWL Sec. 30, T. 17 S. R. 31 E. Eddy County, NM 
Approximate Location: ≈4 air miles east-southeast of Loco Hills, NM

Applicant Name: Apache Corporation (432) 318-1167

Applicant's Address: 303 Veterans Airpark Lane. #3000, Midland. TX 79705

<u>Submittal Information:</u> Application for a salt water disposal well will be filed with the NM Oil Conservation Division (NMOCD). If you have an objection, or wish to request a hearing, then it must be filed with the NMOCD within 15 days of receipt of this letter. The New Mexico Oil Conservation Division address is 1220 South St. Francis Dr. Santa Fe, NM 87505. Their phone number is (505) 476-3440.

Please call me if you have any questions

Sincerely

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Chevron USA Inc. & Chevron USA Holdings Inc. 15 Smith Ru Midland, TX 79705

Apache Corporation is applying (application attached) to deepen its Apache State SWD #3 sait water disposal well. As required by NM Oil Conservation. Division Rules I am notifying you of the following proposal. This letter is a notice only. No action is needed unless you have questions or objections

Well Name: Apacho State SWD #3 (state lease) TD == 14,050' Proposed Injection Zone Devonian & Ellenburger (from 12,440' to 14,000') Location, 2300' FNL & 725' FWL Sec. 30, T. 17 S., R. 31 F., Eddy County, NM. Approximate Location =4 air miles east-southeast of Loco Hills, NM Applicant Name Apache Corporation (432) 818-1167 Applicant's Address 303 Veterans Airpark Lane, #3000, Midland, TX 79705

Submittal Information Application for a salt water disposal well will be filed with the INM Oil Conservation Division (NMOCD) If you have an objection, or wish to reducest a hearing, then it must be filed with the NMOCD within 15 days of reccipt of this letter. The New Mexico Oil Conservation Division address is 1220 South St. Francis Dr. Santa Fe. NM 87505. Their phone number is (505) 476-3440

Please call the if you have any questions.

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XHIBIT

Brian Wood

Sincerely.



April 7, 2012

EOG Resources Inc. P. O Box 4362 Houston, TX 77210-4362

Apache Corporation is applying (application attached) to deepen its Apache State SWD #3 salt water disposal well. As required by NM Oil Conservation Division Rules, I am notifying you of the following proposal. This letter is a notice only. No action is needed unless you have questions or objections.

Well Name: Apache State SWD #3 (state lease)  $TD = 14.050^{\circ}$ Proposed Injection Zone Devonian & Ellenburger (from 12,440' to 14,000') Location: 2300' FNL & 725' FWL Sec. 30, T. 17 S. R. 31 E. Eddy County, NM. Approximate Location: ≈4 air miles east-southeast of Loco Hills, NM (432) 813-1167 Applicant Name. Apache Corporation Applicant's Address: 303 Veterans Airpark Lane, #3000, Midland, TX 79705

Submittal Information: Application for a salt water disposal well will be filed with the NM Oil Conservation Division (NMOCD) If you have an objection, or wish to request a hearing, then it must be filed with the NMOCD within 15 days of receipt of this letter. The New Mexico Oil Conservation Division address is 1220 South St. Francis Dr. Santa Fe, NM 87505 Their phone number is (505) 476-3440

Please call me if you have any questions

Sincerely,

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BLM 620 E Greene St Carlsbad NM 88220

Apache Corporation is applying (application attached) to deepen its Apache State SWD #3 salt water disposal well. As required by NM Oil Conservation Division Rules, I am notifying you of the following proposal. This letter is a notice only. No action is needed unless you have questions or objections.

Well Name Apache State SWD #3 (state lease) TD = 14.050'

Proposed Injection Zone: Devorian & Ellenburger (from 12,140' to 14,000')

Location 2300' FNL & 725' FWL Sec. 30. T 17 S, R 31 E. Eddy County, NM

Applicant Location ≈4 air miles east-southeast of Loco Hills, NM

Applicant Name Apache Corporation (432) 818-1167

Applicant's Address 303 Veterans Airpark Lane, #3000, Midland, TX 79705

Submittal Information: Application for a salt water disposal well will be filed with the NIM Oil Conservation Division (NMOCD). If you have an objection, or wish to request a hearing, then it must be filed with the NMOCD within 15 days of receipt of this letter. The New Mexico Oil Conservation Division address is 1220 South St. Francis Dr. Santa Fe, NM 87'505. Their phone number is (505) 476-3440

Please call me if you have any questions

Sincerely, 7

Brian Wood





April 7 2012

Alamo Permian Resources 415 W. Wall St , Suite 500 Midland, TX 7.9701

Apache Corporation is applying (application attached) to deepen its Apache State SWD #3 salt water disposal well. As required by NM Oil Conservation Division Rules, I am notifying you of the following proposal. This letter is a notice only. No action is needed unless you have questions or objections.

Well Name Apache State SWD #3 (state lease) TD = ±4,050°.

Proposed Injection Zone: Devonian & Ellenburger (from 12,440° to 14,000°).

Location: 2300° FNL & 725° FWL Sec. 30, T. 17 S., R. 31 E., Eddy County, NM Approximate Location. ≈4 air miles east-southeast of Loco Hills, NM Applicant Name. Apache Corporation (432) 818-1167

Applicant's Address: 303 Veterans Airpark Lane #3000, Midland, TX 79705

Submittal Information Application for a salt water disposal well will be filed with the NM Oil Conservation Division (NMOCD). If you have an objection, or wish to request a hearing, then it must be filed with the NMOCD within 15 days of receipt of this letter. The New Mexico Oil Conservation Division address is 1220 South St. Francis Dr. Santa Fe. NM 87505. Their phone number is (505) 476-3440.

Please call me if you have any questions

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Sincerely



LINN Energy Holdings LLC 600 Travis St., Suite 5100 Houston TX 77002 3092

Apache Corporation is applying (application attached) to deepen its Apache State SWD #3 salt water disposal well. As required by NM Oil Conservation Division Rules. I am notifying you of the following proposal. This letter is a notice only. No action is needed unless you have questions or objections.

Well riame Apache State SWD #3 (state lease) TD = 14,050' Proposed Injection Zone Devonian & Ellenburger (from 12 440' to 14,000') Ligition: 2300' FNL & 725' FWL Sec 30 T 17 S , R 31 E , Eddy County, NM Approximate Location ≈4 air miles east-southeast of Loco Hills, NM Applicant Name: Apache Corporation (432) 818-1167 Applicant's Address 303 Veterans Air park Lane, #3000, Midland, TX 79705

Submitted information: Application for a soft water disposal well will be filed with the NM Oil Conservation Division (NMOCD). If you have an objection, or wish to request a hearing, then it must be filed with the NMOCD within 15 days of receipt of this letter. The New Mexico Oil Conservation Division address is 1220 South St. Francis Di. Santa Fe. NM 87505. Their phone number is (505) 476-3440.

Please call me if you have any questions

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Sincerely,

Sincerely,

Brian Wood





April 7, 2012

Oxy Y-1 Company
P. O Box 27570
Houston, TX 77227-7570

Apache Corporation is applying (application attached) to deepen its Apache State SWD #3 salt water disposal well. As required by NM Oil Conservation Division Rules, I am notifying you of the following proposal. This letter is a notice only No action is needed unless you have questions or objections

Well Name Apache State SWD #3 (state lease) TD = 14.050'

Proposed Injection Zone: Devonian & Ellenburger (from 12.440 to 14 000)

Location 2300' FNL & 725' FWL Sec 30, T 17 S . R. 31 E Eddy County NM Approximate Location: ≈4 air miles east-southeas: of Loco Hills, NM Applicant Name Apache Corporation (432) 818-1167

Applicant's Address 303 Veterans Airpark Lane. #3000, Midland. TX 79705

<u>Submittal Information:</u> Application for a salt water disposal well will be filed with the NM Oil Conservation Division (NMOCD). If you have an objection or wish to request a hearing, then it must be filed with the NMOCD within 15 days of receipt of this letter. The New Mexico Oil Conservation Division address is 1220 South St. Francis Dr. Santa Fe. NM 87505. Their phone number is (505) 476-3440.

Please call me if you have any questions

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Sincerely,

# **Affidavit of Publication**

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| STATE OF NEW MEXICO                                                                                      |
|----------------------------------------------------------------------------------------------------------|
| County of Eddy                                                                                           |
| Danny Scott Wanny Cour                                                                                   |
| peing duly sworn, says that he is the Publisher                                                          |
| of the Artesia Daily Press, a daily newspaper of general                                                 |
| circulation, published in English at Artesia, said county                                                |
| and state, and that the hereto attached                                                                  |
| Legal Notice                                                                                             |
| was published in a regular and entire issue of the said                                                  |
| Artesia Daily Press, a daily newspaper duly qualified                                                    |
| for that purpose within the meaning of Chapter 167 of                                                    |
| the 1937 Session Laws of the state of New Mexico for                                                     |
| 1 Consecutive weeks/days on the same                                                                     |
| day as follows                                                                                           |
| First Publication January 29, 2012                                                                       |
| Second Publication                                                                                       |
| Third Publication .                                                                                      |
| Fourth Publication                                                                                       |
| Fifth Publication                                                                                        |
| Subscribed and sworn to before me this                                                                   |
| 30th day of January 2012                                                                                 |
| OFFICIAL SEAL Latisha Romins NOTARY PUBLIC-STATE OF NEW MEXICO My commission expires: 51/12/2015  ROMINO |

Latisha Romine

Notary Public, Eddy County, New Mexico

# **Copy of Publication:**

# LEGAL NOTICE \*

Apache Corporation is applying for a deeper saltwater disposal well. The Apache State SWD #3 will dispose into the Devonian and Ellenberger from 12/440 to 14 000 lt. is located 4 miles east-southeast of Loco Hills at 2300/FNL & 725 FWL Sec. 30 T. 17. S. (R.31) E. Eddy County/Maximum disposal rate will be 20 000 bwpd Maximum injection pressure will be 2 488 pst interested parties must file objections or requests for hearing with the NM Oil Conservation Division 1220 South Saint Francis Dr. Santa Fe, NM 87505, within 15 days Additional information can be obtained by contacting Brian Wood Fermits West, Inc., 37 Verano Loop, Santa Fe, NM 87508 Phone number is (505) 466-8120.

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