|  | te of New Mexico                    | Form C-103  |
|--|-------------------------------------|---|
| Office Energy, Min   | erals and Natural Resources         | June 19, 2008 WELL API NO.                          |
| 1625 N French Dr., Hobbs, NM 882 HOBBS OCD  District II  | SERVATION DIVISION                  | 30-025-33687  |
| District III JAN 27 2012 1220  |                                     | 5. Indicate Type of Lease  STATE  FEE  FEE          |
| District iv  | nta Fe, NM 87505                    | 6. State Oil & Gas Lease No.                        |
| 1220 S St Francis Dr , Santa Fe, NM<br>87505 RECEIVED  |                                     | B 3654  |
| SUNDRY NOTICES AND REPORTS ON WELLS  (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH  |                                     | 7. Lease Name or Unit Agreement Name  McGRAIL STATE |
| PROPOSALS) 1. Type of Well:   ☐ Gas Well ☐ Other /   |                                     | 8. Well Number 010                                  |
| 2. Name of Operator  |                                     | 9. OGRID Number<br>873                              |
| APACHE CORPORATION  3. Address of Operator   |                                     | 10. Pool name or Wildcat                            |
| 303 VETERANS AIRPARK LANE, STE 3000; MIDLAN  | D; TX 79705                         | MONUMENT ABO  |
| 4. Well Location Unit Letter N: 400 feet from the S line and 1650 feet from the W line   |                                     |   |
|  | hip 17S Range 36E                   | NMPM County LEA                                     |
| 11. Elevation (So  | how whether DR, RKB, RT, GR, etc.   |   |
| 3655 GR  |                                     |   |
| 12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data   |                                     |   |
| NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF:  |                                     |   |
| PERFORM REMEDIAL WORK ☐ PLUG AND ABA   | NDON REMEDIAL WOF                   | RK ☐ ALTERING CASING ☐                              |
| TEMPORARILY ABANDON CHANGE PLAN  |                                     | ILLING OPNS.□ PANDA □                               |
| PULL OR ALTER CASING  MULTIPLE COM DOWNHOLE COMMINGLE  | IFL [] CASING/GENIEN                |   |
| OTHER· WORKOVER - ABO  | OTHER                               |   |
| 13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.   |                                     |   |
| APACHE CORP PLANS TO WORKOVER THE MCGRAIL STATE #010 AS PER ATTACHED PROCEDURE.  |                                     |   |
| AFACILE CONFITE AND TO WORKOVER THE MOSIVILE OF THE STATE |                                     |   |
|  |                                     |   |
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|  |                                     |   |
|  |                                     |   |
| Spud Date: 12/14/1996  | Rig Release Date: 01/06/1997        |   |
| Spud Date. 12/14/1990  | Tilg Tolland Date:                  |   |
|  |                                     |   |
| I hereby certify that the information above is true and complete to the best of my knowledge and belief.   |                                     |   |
| SIGNATURE De Carfeile  | TITLE SR. STAFF REGULATO            | PRY TECH DATE 01/24/2012                            |
| Type or print name BEV HATFIELD  | E-mail address: beverly.hatfield@ar | pachecorp com PHONE: 432-818-1906                   |
| For State Use Only   | PETAROLEÓN EINE                     | EED O O OO48  |
| APPROVED BY: Conditions of Approval (if any):  | TITLE                               | DATE_FEB 0 2 2012                                   |



AFE No: PA- 12- 3270

## McGrail State #10 API #: 30-025-33687 400' FSL & 1650' FWL Section 26, Township 19S, Range 36E Lea County, New Mexico

## Workover Procedure -Abo

January 23, 2012

## Recommended Procedure:

Note:

5-1/2", 17# & 15.5#, K-55, LTC csg @ 8015' w/1260 sx cmt DV tool @ 5512', TOC @ 710'

Abo perfs 7391-7409'

7417-7427' (P&A) CIBP @ 7413'

1. MIRU PU. ND WH. NU / test BOP. RU cable spooler.

2. TOH and LD ESP.

3. RU WL. Run gauge ring / junk basket to 7380'. Set CIBP at +7370'.

4. Load hole with 2% KCL FW. Test casing & CIBP to 500 psi.

- 5. Perforate Abo @ 7285-7298' and 7304-7316' with 2 SPF, 120 deg phasing. Total of 54 shots.
- 6. TIH with 2-7/8" tubing and packer. Spot 15% NEFE HCL acid across all perfs. Set packer @ ±7150'. Hold 500 psi on annulus.
- 7. Acidize Abo perfs 7285-7316' with 3,000 gals 15% NEFE HCL acid and ball sealers.
- 8. Recover load and swab test Abo zone.
- Release packer & run through perfs to knock off balls. TOH with tubing and packer.
- 10. RU cable spooler. TIH with ESP on 2-7/8" tubing. ND BOP. NU WH.

11. Put well on test.

Prepared by:

Gary C. Timmermann 1/23/2012