

Office

Energy, Minerals and Natural Resources

June 19, 2008

District I

1625 N. French Dr., Hobbs, NM 88240

HOBBS OCD

District II

1301 W. Grand Ave., Artesia, NM 88210

OIL CONSERVATION DIVISION

District III

1000 Rio Brazos Rd., Aztec, NM 87410

NOV 16 2012

1220 South St. Francis Dr.

District IV

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

Santa Fe, NM 87505

WELL API NO.

30-025-40554

5. Indicate Type of Lease

STATE ☐ FEE ☒

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name

Northeast Drinkard Unit (NEDU) (22503)

8. Well Number 173

9. OGRID Number

873

10. Pool name or Wildcat

Eunice; B-T-D, North (22900)

SUNDRY NOTICES AND REPORTS ON WELLS

(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well: ☒ Oil Well ☐ Gas Well ☐ Other:

2. Name of Operator

Apache Corporation

3. Address of Operator

303 Veterans Airpark Lane, Suite 3000 Midland, TX 79705

4. Well Location

Unit Letter B : 3785 feet from the North line and 1980 feet from the East lineSection 3 Township 21S Range 37E NMPM County Lea

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

3467' GL

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐
 TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
 PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐
 DOWNHOLE COMMINGLE ☐

SUBSEQUENT REPORT OF:

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

OTHER: ☐OTHER: COMPLETION ☒

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 completed this well, as follows:

9/07/2012 MIRUSU PU tbg, POOH

9/10/2012 Log - ETOC @ 150'. Perf Drinkard @ 6575', 77', 79', 81', 95', 97', 99', 6661', 63', 65', 67', 73', 75', 77', 79', 81', 83', 85', 87', 89', 91', 6701', 20', 27', 29', 31', 33', 35', 37', 39', 46', 48', 50', 52', 54', 56', 58', 60', 62', 64', 66', 68' w/2 SPF, 84 holes.

9/11/2012 Acidize Drinkard w/4200 gal 15% NEFE DXBX. 9/12/2012 Swab

9/13/2012 Frac Drinkard w/64,428 gal SS-35; 148,084# 20/40 SLC, spot 1000 gal acid & flush w/5090 gal linear gel. RIH & set CBP @ 6150'. Perf Blinebry @ 5771', 73', 75', 81', 83', 85', 87', 89', 91', 93', 95', 97', 99', 5801', 03', 05', 07', 09', 11', 57', 59', 61', 63', 65', 67', 69', 71', 73', 75', 77', 79', 81', 83', 85', 87', 89', 91', 93', 99', 5901', 03', 05', 07', 09', 13', 15', 19', 21', 25', 27', 29', 73', 75', 79', 81', 91', 93', 97', 99', 6001', 03', 05', 07', 09', 11', 13', 15', 17', 21', 23' w/1 SPF, 70 holes. Acidize Blinebry w/6300 gal 15% HCL. Frac Blinebry w/54,500 gal SS-25; 211,311# 20/40 SLC, flush w/5497 gal linear gel.

9/14/2012 CO & DO CBP @ 6150'. CO to PBTD @ 7007'; circ clean.

9/17/2012 Run tracer log. RIH w/prod tbg; SN @ 6900'.

9/18/2012 RIH w/pump & rods.

(continued on next page)

Spud Date: 08/16/2012

Rig Release Date: 08/24/2012

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

SIGNATURE

Reesa Holland

TITLE Sr. Staff Reg Tech

DATE 11/13/2012

Type or print name Reesa Holland

E-mail address: Reesa.Holland@apachecorp.com

PHONE: 432/818-1062

For State Use Only

APPROVED BY:

E. Gonzalez

TITLE

Dist. Manager

DATE

11/26/12

Conditions of Approval (if any):

NOV 29 2012

Northeast Drinkard Unit (NEDU) #173
30-025-40554
Apache Corp. (873)

Completion continued:

9/20/2012 Set 640 Pumping Unit. Tried to pump – well not pumping.
9/21/2012 MIRUSU Long stroke pump; space out. Still not pumping.
9/22/2012 POOH w/rods & pump. Run new pump. No pump action.
9/24/2012 Pump 55 gal demulsifier (DMO-46) down tbg & csg.
9/25/2012 Swab
9/26/2012 Swab. RIH w/new pump; pump unseating. POOH w/rods & pump.
9/27/2012 POOH w/tbg. Change SN to 2-7/8". RIH w/tbg, rods & pump. POP