Submit 1 Copy To Appropriate District State of New Mexico Form C-103 Office HOBBS COmnerals and Natural Resources Revised July 18, 2013 District I - (575) 393-6161 WELL API NO. 1625 N. French Dr., Hobbs, NM 88240 30-025-41339 District II - (575) 748-1283 FEB QIL QONSERVATION DIVISION 811 S. First St., Artesia, NM 88210 5. Indicate Type of Lease 1220 South St. Francis Dr. District III - (505) 334-6178 STATE FEE \square 1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe, NM 87505 6. State Oil & Gas Lease No. District IV - (505) 476-3460 RECEIVED 1220 S. St. Francis Dr., Santa Fe, NM SUNDRY NOTICES AND REPORTS ON WELLS 7. Lease Name or Unit Agreement Name (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A Northeast Drinkard Unit (NEDU) / 22503 DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) 8. Well Number 863 1. Type of Well: Oil Well ✓ Gas Well Other 9. OGRID Number 2. Name of Operator 873 Apache Corporation 10. Pool name or Wildcat 3. Address of Operator Eunice; B-T-D, North (22900) 303 Veterans Airpark Lane, Suite 1000 Midland, TX 79705 4. Well Location G 1440 feet from the North line and 2205 feet from the East line Unit Letter Section Township 21S Range 37E **NMPM** County Lea 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3414' GL 12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data SUBSEQUENT REPORT OF: NOTICE OF INTENTION TO: PLUG AND ABANDON П REMEDIAL WORK ALTERING CASING □ PERFORM REMEDIAL WORK □ **CHANGE PLANS** COMMENCE DRILLING OPNS.□ P AND A **TEMPORARILY ABANDON** П П MULTIPLE COMPL CASING/CEMENT JOB PULL OR ALTER CASING П DOWNHOLE COMMINGLE **CLOSED-LOOP SYSTEM** П OTHER: COMPLETION 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 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion. Apache completed this well, as follows: 2/04/2014 MIRUSU 2/05/2014 Log - TOC @ Surface. Perf Drinkard @ 6608-09', 6597-98', 90-91', 84-85', 71-72', 58-59', 55-56', 40-41', 36-37', 28-29', 17-20', 05-08', 6497-98', 70-71', 49-50', 38-39', 25-26', 15-16', 03-04' w/1 SPF, 42 holes. Perf Tubb @ 6390-91', 80-81' w/1 SPF, 4 holes. 2/06/2014 Acidize perfs 6380'-6609' w/4600 gal 15% NEFE DXBX acid. 2/07/2014 Frac D/T perfs w/2000 gal 15% NEFE ahead of pad; 72,072 gal SS-30; 127,835# Pre-Cured Resin Coated Siber Prop 16/30. flush w/1000 gal 15% acid & 5216 gal 10# linear gel. RIH & set CBP @ 6343'. Perf Tubb @ 6317-18', 10-11', 05-06', 6297-98', 51-52', 33-34', 29-30', 24-25', 19-20', 01-02', 6195-96', 87-88', 79-80', 74-75', 65-66', 6078-79', 74-75', 48-49', 38-39', 25-26', 21-22', 14-15', 10-11', 5999-6000' w/1 SPF, 48 holes. Acidize Tubb w/4800 gal 15% acid, flush w/6216 gal 10# linear gel. Frac Tubb w/2000 gal 15% NEFE ahead of pad; 70,938 gal SS-25; 131,491# Pre-Cured Resin Coated Siber Prop 16/30, flush w/1000 gal HCL & 2394 gal gel. 2/08/2014 RIH & set CBP @ 5800'. Perf Blinebry @ 5754-55', 45-46', 40-41', 36-37', 5689-90', 79-80', 74-75', 67-68', 59-60', 52-53', 38-39', 18-19', 12-13', 08-09', 03-04', 5597-98', 86-87', 79-80', 74-75', 67-68', 61-62', 55-56', 45-46', 40-41' w/1 SPF, 46 holes. Acidize Blinebry w/4800 gal 15% acid, flush w/5880 gal 10# linear gel. No balls in ball injector; will re-do ball acid job. --- CONTINUED ON NEXT PAGE ---Rig Release Date: Spud Date: 12/10/2013 12/3/2013 I hereby certify that the information above is true and complete to the best of my knowledge and belief. TITLE Sr. Staff Reg Analyst DATE 2/19/2014 SIGNATURE d E-mail address: Reesa.Fisher@apachecorp.com Type or print name Reesa Fisher PHONE: (432) 818-1062 For State Use Only MAR 3 1 2014 Petroleum Engineer APPROVED BY: TITLE DATE

Conditions of Approval (if any

NEDU #863 30-025-41339 Apache Corp. (873)

Completion continued from C-103:

2/08/2014 Acidize again w/4500 gal 15% acid, flush w/4494 gal 10# linear gel. Balls would not surge off of perfs. Frac Blinebry w/2000 gal 15% NEFE ahead of pad; 79,800 gal SS-22; 175,492# Pre-Cured Resin Coated Siber Prop 16/30, flush w/5208 gal 10# linear gel.

 $2/09/2014\,$ CO & DO $\,$ CBP's @ 6343' & 5800'. CO to PBTD @ 6820'; circ clean.

2/10/2014 RIH w/production string: 2-7/8" 8RD J-55 EUE tbg; SN @ 6675'. RIH w/pump & rods.

2/11/2014 Set 640 Pumping Unit; hook up power & POP.