

RECEIVED**JAN 23 2009**
HOBBSOCD

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

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)		WELL API NO. 30-025-39090 ✓
1. Type of Well: Oil Well ☒ Gas Well ☐ Other ☒		5. Indicate Type of Lease STATE ☐ FEE ☒ ✓
2. Name of Operator Apache Corporation ✓		6. State Oil & Gas Lease No. NA
3. Address of Operator 6120 S Yale Ave, Suite 1500 Tulsa, OK 74136-4224 ✓		7. Lease Name or Unit Agreement Name Magnolia
4. Well Location Unit Letter <u>D</u> : <u>330</u> feet from the <u>North</u> line and <u>880</u> feet from the <u>West</u> line Section <u>11</u> Township <u>20S</u> Range <u>38E</u> NMPM County <u>Lea</u>		8. Well Number 002 ✓
11. Elevation (Show whether DR, RKB, RT, GR, etc) 3584' GR		9. OGRID Number 00873 ✓
		10. Pool name or Wildcat House; Blinebry / House; Tubb / House; Drinkard ✓

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 ☐

OTHER ☐

SUBSEQUENT REPORT OF:

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

OTHER: Completion Procedure ☒

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.

11/13 - 11/17/08 PERF DRINKARD @ 7011-15, 7038-42, 7055-59, 7074-78, 7087-91' 2 JSPF. ACID DRINKARD W/ 2000 GALS 15% HCl. FRAC DRINKARD W/ 40K GALS SS-35 AND 62K # 20/40.
 11/18 - 11/20/08 PERF TUBB @ 6616-20, 6658-62, 6677-81, 6727-31, 6761-65, 6836-40' 2 JSPF. SET RBP @ 6890'. ACID TUBB W/ 2000 GALS 15% HCl. FRAC TUBB W/ 40K GALS SS-25 AND 82K LBS 20/40 SLC. RETRIEVE RBP @ 6890' AND RESET RBP @ 6520'.
 11/21 - 11/25/08 PERF BLINEBRY @ 6048-52, 6135-39, 6187-91, 6280-84, 6339-43, 6456-60' 2 JSPF. ACID BLINEBRY W/ 2000 GALS 15% HCl. FRAC BLINEBRY W/ 39K GALS SS-25 AND 82K LBS 20/40 SLC
 11/26/08 RETRIEVE RBP @ 6520' AND POOH. RIH W/ TBG TO 7132'.
 11/28/08 RIH W/ PUMP AND RODS.
 12/01/08 SET 640 PUMPING UNIT.
 12/02/08 PLACE WELL ON PRODUCTION FROM THE BLINEBRY/TUBB/DRINKARD.

Spud Date: 10/22/2008

Rig Release Date: 11/01/2008

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

SIGNATURE Sophie Mackay TITLE Engineering Tech DATE 01/20/2009

Type or print name Sophie Mackay E-mail address: sophie.mackay@apachecorp.com PHONE: (918)491-4864

For State Use Only

APPROVED BY: [Signature] TITLE PETROLEUM ENGINEER DATE FEB 11 2009

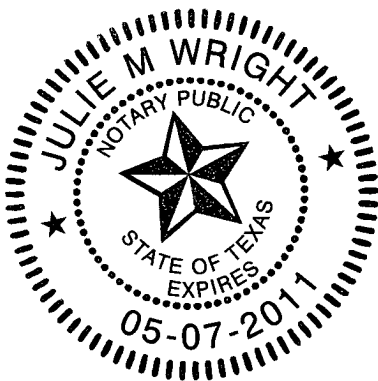
Conditions of Approval (if any):

Apache Corporation
6120 S. Yale Ste 1500
Tulsa, OK 74136

Magnolia #2
Lea County, New Mexico

30-025-39090
D- 11- 205-38E
330 FNL & 880 FWL

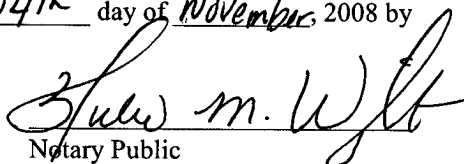
450	4.50	0.5	0.88	3.94	3.94
943	4.93	0.5	0.88	4.31	8.25
1330	3.87	1	1.75	6.77	15.02
1559	2.29	0.75	1.31	3.01	18.03
2020	4.61	0.25	0.44	2.02	20.05
2448	4.28	1.25	2.19	9.36	29.41
2876	4.28	2.5	4.38	18.73	48.13
3304	4.28	1.75	3.06	13.11	61.24
3732	4.28	1	1.75	7.49	68.73
4160	4.28	1	1.75	7.49	76.22
4632	4.72	0.25	0.44	2.07	78.29
5058	4.26	0.5	0.88	3.73	82.01
5508	4.50	0.75	1.31	5.91	87.92
5957	4.49	0.75	1.31	5.89	93.81
6407	4.50	0.5	0.88	3.94	97.75
6856	4.49	0.5	0.88	3.93	101.68
7300	4.44	0.5	0.88	3.89	105.56





Archie Brown - General Manager

The attached instrument was acknowledged before me on the 14th day of November, 2008 by
Archie Brown - General Manager, CapStar Drilling, L.P.



Notary Public