01/11/2010

State of New Mexico Energy, Minerals & Natural Resources

Form C-104 Revised Feb. 26, 2007

District II
1301 W Grand Avenue, Artesia, NM 88210
District III

Conservation Division
Conservation Division Submit to Appropriate District Office 5 Copies District IV 1220 South St. Francis Dr. 1220 South St. Francis Dr. Santa Fe, NM 87505 District IV ☐ AMENDED REPORT REOLOS ADLOWABLE AND AUTHORIZATION TO TRANSPORT ² OGRID Number 1 Operator name and Address Apache Corporation 6120 S Yale Ave, Suite 1500 Tulsa, OK 74136 ³ Reason for Filing Code/ Effective Date 12/23/2009 ⁶ Pool Code **API Number** ⁵ Pool Name 50350 30 - 0 25-39018 Penrose Skelly; Grayburg ⁸ Property Name Southland Royalty A ⁷ Property Code ⁹ Well Number II. 10 Surface Location North/South line Feet from the East/West line Ul or lot no. | Section | Township Range Lot Idn Feet from the County 218 1650 37E 940 South West 11 Bottom Hole Location Feet from the North/South line | Feet from the East/West line UL or lot no. Section Township Range Lot Idn County 12 Lse Code 13 Producing Method Gas Connection 15 C-129 Permit Number 16 C-129 Effective Date ¹⁷ C-129 Expiration Date Code Date 12/23/2009 III. Oil and Gas Transporters ²⁰ O/G/W ¹⁹ Transporter Name 18 Transporter OGRID and Address 241472 Southern Union Gas Services LTD G 301 Commerce St, Suite 700 Part of the second Ft Worth, TX 76102 214984 Plains Marketing LP 0 PO Box 4648 Houston, TX 77210 IV. Well Completion Data ²³ TD ²⁶ DHC, MC 22 Ready Date ²⁴ PBTD ²⁵ Perforations 21 Spud Date 12/23/2009 4410' 3896' - 4064' 12/09/2009 4364' ²⁸ Casing & Tubing Size 29 Depth Set 30 Sacks Cement ²⁷ Hole Size 8-5/8" 1303' 650 sx, Circ to surf 12-1/4" 7-7/8" 5-1/2" 4410' 650 sx, TOC @ 50' V. Well Test Data

Oil 32 Gas Delivery Date 33 Test Date Date New Oil ³⁴ Test Length 35 Tbg. Pressure 36 Csg. Pressure 12/23/2009 12/23/2009 01/06/2010 24 hours 38 Oil 40 Gas 37 Choke Size 39 Water 41 Test Method 122 82 Pumping ⁴² I hereby certify that the rules of the Oil Conservation Division have OIL CONSERVATION DIVISION been complied with and that the information given above is true and complete to the est of my knowledge and belief. Signature: Approved by: Printed name: Title: PETRULEUM ENGINEER Amber Cooke Title: Approval Date JAN 1 9 2010 **Engineering Tech** E-mail Address: amber cooke@apachecorp.com Phone: 918.491.4968 Date: