

District I

1625 N. French Dr., Hobbs, NM 88240

District II

1301 W. Grand Ave., Artesia, NM 88210

District III

1000 Rio Brazos Rd., Aztec, NM 87410

District IV

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

RECEIVED

FEB 19 2010

HOBBSUCD

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

WELL API NO. ☒
30-025-39636

5. Indicate Type of Lease
STATE ☐ FEE ☒

6. State Oil & Gas Lease No.
NA

7. Lease Name or Unit Agreement Name
Arnold A

8. Well Number 3

9. OGRID Number
873

10. Pool name or Wildcat
House; Blinebry/Tubb/Drinkard

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

6120 S Yale Ave, Suite 1500 Tulsa, OK 74136

4. Well Location

Unit Letter F : 1650 feet from the North line and 2310 feet from the West line

Section 11 Township 20S Range 38E NMPM County Lea

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3588'

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: Request DHC Blinebry/Tubb/Drinkard

☒

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.

Pursuant to Division Order R-11363:

Pool Names:

House; Blinebry 33230
House; Tubb 78760
House; Drinkard 33250

Proposed Perforations:

Blinebry: 6057' - 6559'
Tubb: 6559' - 6889'
Drinkard: 6889' - 7138'

The allocation method will be as follows based on offset production (see attached application for exception to Rule 303-C)

	OIL	GAS	WATER
Blinebry	32%	40%	49%
Tubb	8%	17%	10%
Drinkard	60%	43%	41%

Downhole commingling will not reduce the value of these pools
Ownership is the same for each of these pools

DHC-HOB-0359

Spud Date: 02/09/2010

Rig Release Date: 02/16/2010

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

SIGNATURE Amber Cooke TITLE Engineering Tech DATE 02/18/2010

Type or print name Amber Cooke E-mail address: amber.cooke@apachecorp.com PHONE: 918.491.4968

For State Use Only

APPROVED BY: [Signature] TITLE PETROLEUM ENGINEER DATE FEB 22 2010

Conditions of Approval (if any):