Office	ics To Appropriate District	Energy	State of No., Minerals an	D				m C-103 ne 19, 2008	
<u>District I</u> 1625 N. Frenc <u>District II</u>	h Dr., Hobbs, NM 88340 d Ave., Artesia, NM 88210	CEME	ANSEDVA		VISION	WELL API 30-025-3990	NO. /	Ju	10 19, 2008
1301 W. Gran District III	d Ave., Artesia, NM 88210		220 South S	t Francis	VISION Dr		Type of Leas		_
1000 Rio Braz District IV	tos Rd., Aztec, NM 87	1 5 2010	Santa Fe, 1			STA 6 State Oil	FE & Gas Lease		X
1220 S. St. Fra	ancis Dr., Santa Fe, NOB	BSOCD	,-		i.,	0. State Off	& Oas Lease	5 INU.	
(DO NOT US	SUNDRY NOT E THIS FORM FOR PROPO RESERVOIR. USE "APPLI	ICES AND RE	OR TO DEEPEN	I OR PLUG B	ACK TO A JCH	Cone B	me or Unit A	greeme	nt Name
		Gas Well 🔲	Other:			8. Well Nur	nber 002	/	
2. Name of Apache Cor	poration		9. OGRID 1 873	Jumber	_/				
	of Operator						ne or Wildca		
4. Well Lo	s Airpark Lane, Suite 3	00 Midland, T	TX 79705			House; Bli, S	House; Tubb	o/House;	Drinkard
1		1650 fee	t from the Co		1			- ,	
	ction 12		et from the <u>So</u> wnship 20S	Range	line and <u>2310</u> 38F	NMPM	et from the $\underline{E}$	-	line
1.5					B, RT, GR, etc.)		Coun	<sub>ty</sub> Lea	Charles Charles and
		3558' GL	` <u>`</u>						
L.	12. Check A	Appropriate 2	Box to Indic	cate Natur	e of Notice, I	Report or O	ther Data		
	NOTICE OF IN		τo	1	QUIDO	SEQUENT		о <b>г</b> .	
TEMPORAN PULL OR A	REMEDIAL WORK  RILY ABANDON	PLUG AND CHANGE PI MULTIPLE (	ABANDON [ LANS [		MEDIAL WORK MENCE DRIL SING/CEMENT	( _LING OPNS.		RING CA	SING 🔲
	E COMMINGLE		-						
OTHER: 13. Dese	cribe proposed or comp	leted operation	s (Clearly st		HER:	aive pertinen	t datas inclu	din a acti	
of st	arting any proposed we ecompletion.	rk). SEE RUL	LE 1103. For I	Multiple Co	ompletions: Atta	ach wellbore o	liagram of pr	coposed (	completion
Apache re	equests permission to c	omplete and D	HC the Blineb	ry-Tubb-Dri	nkard, per the fo	ollowing: R	11363		
Pool Nam	es: House; Blinebry, S House; Tubb House; Drinkard	33225 78760 33250	Perforations:	Tubb	5997'-6351' 6496'-6755'				
				Drinkard	6961'-7088'				
The alloca	ation method will be as t OIL		on offset produ Vater	iction (See	attached applica	ition for excep	tion to Rule 3	303-C).	
Blinebry	30%	36% 4	44%						
Tubb Drinkard	9% 61%		14% 42%						
			42%						
Downhole	commingling will not re	duce the value	e of these pool	s. Ownersł	hip is the same for	or each of the	se pools.		
Spud Date:	11/20/2010		Rig Rele	ase Date:					ſ
			DHC-	HAI	3-042	<u></u>			
I hereby certif	fy that the information a	above is true ar	nd complete to	the best of					
	$\cap$ $(1)$	00 0			,				
SIGNATURE	Keesa do	land	TITLE	Sr. Engr Te	ch		_DATE_12/	/14/2010	
Type or print : For State Use	name <u>Reesa Holland</u>		E-mail a	ddress: <u>Re</u>	esa.Holland@apach	ecorp.com	PHONE: 4	32/818-1	1062
	a har			PETRO	ANALA BALOW	NOT D	-1	DEC 1	6 2010
APPROVED		<u>ng</u>	TITLE	1 6.1190	LUVA CHANK	ABON	_DATE		
Conditions of	Approval (if any):					/			

District I		State o	f New Mexico		Form C-102
1625 N. French Dr., Hobbs,	NM 88240				
District II		Energy, Minerals & 1	Natural Resources Departmen	ıt	Revised October 12, 2005
District II 1301 W. Grand Avenue, Art District III	esia, NM188240	OIL CONSER	<b>VATION DIVISION</b>	Submit	to Appropriate District Office
District III	NEC	EIVED 1220 Sou	th St. Francis Dr.		State Lease - 4 Copies
1000 Rio Brazos Rd., Aztec,	NM 87410				Fee Lease - 3 Copies
District IV	DEC 1	5 2010 Santa I	Fe, NM 87505		
1220 S. St. Francis Dr., Sant	a Fe, NM 87505	0 <b>2</b> 010			AMENDED REPORT
	HOB	SOCOCATION AND	ACREAGE DEDICATI	ON PLAT	
API Num		<sup>2</sup> Pool Code		<sup>3</sup> Pool Name	
30-025-39907		33225	House; Blinebry, South		
<sup>4</sup> Property Code	<sup>s</sup> Pi	roperty Name		<sup>•</sup> Well Number	

303109		Cone B002								
	'OGRID No.         'Operator Name           873         Apache Corporation: 303 Veterans Airpark Lane, Suite 3000 Midland, TX 79705							<sup>°</sup> Elevation 05 3558' GL		
					<sup>10</sup> Surface	Location				
UL or lot no. J	Section	Township 20S	Range 38E	Lot Idn	Feet from the 1650	North/South line South	Feet from the 2310	East/West East	line Lea	County
		-	<sup>11</sup> Bo	ottom Ho	le Location I	f Different From	n Surface			
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West	line	County
<sup>12</sup> Dedicated Acres	" Joint or	Infill <sup>14</sup> C	onsolidation		der No. PLC-13	DHC-	HOB-	431	<b>I</b>	

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

	1	1	T	1
16				<sup>17</sup> OPERATOR CERTIFICATION
				I hereby certify that the information contained herein is true and complete to
				the best of my knowledge and belief, and that this organization either owns a
				working interest or unleased mineral interest in the land including the
				proposed bottom hole location or has a right to drill this well at this location
				pursuant to a contract with an owner of such a mineral or working interest,
· >				or to a voluntary pooling agreement or a compulsory pooling order
, , , , , , , , , , , , , , , , , , ,				hereDefore entered by the division.
				12/14/2010
				These and a
	-			1 - 0
				Reesa Holland
			· · ·	Printed Name
		11		
				<sup>18</sup> SURVEYOR CERTIFICATION
			L	I hereby certify that the well location shown on this plat
			-	
	2			was plotted from field notes of actual surveys made by
		121.7		me or under my supervision, and that the same is true
				and correct to the best of my belief.
				Data of Provide
				Date of Survey
				Signature and Seal of Professional Surveyor:
		- (		
		1650'		
		3		
	х	l l		
				Certificate Number
line and the second				

District I
------------

1625 N. French Dr., Hobbs, NM 88240

District II

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

1000 Rio Brazos Rd., Aztec, NM 87410

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

RECEIVE State of New Mexico Energy, Minerals & Natural Resources Department 

Form C-102 Revised October 12, 2005 Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

# AMENDED REPORT

WEIT	LOCATION	AND	ACDEAGE	DEDICA	ΓΙΟΝ DΙ ΛΤ
	LUCATION	AND	AUREAUE	DEDICA	

1	API Numbe	r		' Pool Code			' Pool Na	me				
30-025-3990	025-39907 78760 House; Tubb											
' Property	Code	<sup>5</sup> Property Name								' Well Number		
303109		Cone B	Cone B 002									
<sup>7</sup> OGRID No. <sup>8</sup> Operator Name								'Elevation				
873		Apache Co	rporation	: 303 Vete	rans Airpark	Lane, Suite 3000 M	lidland, TX 797	05	3558' G	iL		
					<sup>10</sup> Surfac	ce Location						
UL or lot no.	Section	Township	Range	Lot Idn			Feet from the	Eas	st/West line		County	
Ĵ	12	20S	38E		1650	South	2310	East		Lea		
			11									

_	Bottom Hole Location If Different From Surface									
	UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
	1		-				(			
	l					·				
	<sup>12</sup> Dedicated Acres	<sup>13</sup> Joint or	Infill <sup>4</sup> C	Consolidation (	Code   <sup>16</sup> Or	der No.				
	40					PLC-13	DUD	LAR - 20	1	
l							UTC-	400-37		

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

16		-	<sup>17</sup> <b>OPERATOR CERTIFICATION</b> I hereby cortify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location or has a right to drill this well at this location parsuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretoure entered by the division Signature Date
		<u></u>	Reesa Holland Printed Name
	9	2310	 <sup>18</sup> SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.
	1650		Date of Survey Signature and Seal of Professional Surveyor: Certificate Number

District I 1625 N. French Dr., Hobbs, Ni <u>District II</u> 1301 W. Grand Avenue, Artes <u>District III</u> 1000 Rio Brazos Rd., Aztec, N <u>District IV</u> 1220 S. St. Francis Dr., Santa	ia, NM 882DEC M 87410HOE Fe, NM 87505	1 5 20 WIL CONSEF 3BSOCD 1220 Sou Santa	of New Mexico Natural Resources Department RVATION DIVISION 1th St. Francis Dr. Fe, NM 87505		Form C-102 Revised October 12, 2005 Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies
<sup>°</sup> API Numbe 30-025-39907		² Pool Code 33250	House; Drinkard	' Pool Name	
<sup>4</sup> Property Code 303109	Cone B	s b		<sup>•</sup> Well Number 002	
<sup>7</sup> OGRID No. 873	Apache Corr	*o ooration: 303 Veterans Airp	TX 79705	<sup>2</sup> Elevation 3558' GL	

					<sup>10</sup> Surface	Location_				
UL or lot no. J	1	Township 20S	Range 38E				Feet from the 2310	East/West line East	Lea	County
· · · · · · · · · · · ·			<sup>11</sup> Bo	ottom Ho	le Location I	f Different From	n Surface	• · · · · · · · · · · · · · · · · · · ·		
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line		County
	<u> </u>	L								
<sup>12</sup> Dedicated Acres	<sup>13</sup> Joint or	Infill <sup>"</sup>	Consolidation		der No.		_			
40				F F	NC-13	DHC-H	-0B-2	131		

No allowable will be assigned to this completion until all interests have been consolidated or a non-standard unit has been approved by the division.

16				<sup>17</sup> OPERATOR CERTIFICATION
		-*		I hereby certify that the information contained herein is true and complete to
				the best of my knowledge and belief, and that this organization either owns a
				working interest or unleased mineral interest in the land including the
				proposed bottom hole location or has a right to drill this well at this location
				pursuant to a contract with an owner of such a mineral or working interest,
				or to a voluntary pooling agreement or a compulsory pooling order
				heretofore entered by the division.
				12/14/2010
				Signature Date
				Reesa Holland
				Printed Name
				<sup>18</sup> SURVEYOR CERTIFICATION
			2	I hereby certify that the well location shown on this plat
		1 2		was plotted from field notes of actual surveys made by
				me or under my supervision, and that the same is true
		2310		
		Q		and correct to the best of my belief.
	· · · · · · · · · · · · · · · · · · ·	11		Date of Survey
				Signature and Seal of Professional Surveyor:
		1		
		ف		
				Certificate Number
L	1		L	

 $T\Delta F$ 

303 VETERANS AIRPARK LANE / SUITE 3000 / MIDLAND, TX 79705-4561

December 14, 2010

RECEIVED

Telephone (432) 818-1000 WWW.APACHECORP.COM

Mr. Paul Kautz New Mexico Oil Conservation Division 1625 N French Drive

Hobbs, New Mexico 88240

DEC 1 5 2010 HOBBSUCD

RE: Application for Exception to Rule 303-C – Downhole Commingling Cone B #2 Unit J, Section 12, T-20-S, R-38-E House; Blinebry, House; Tubb & House; Drinkard Lea County, New Mexico

Dear Mr. Kautz,

Enclosed please find form C-103 and attachments for downhole commingling the captioned well. The ownerships (WI, NRI and ORRI) of these pools are identical in this wellbore. The fluids from each of these pools are compatible as seen in other similar commingles in the area. Combining these fluids will not result in any damage to these pools. Commingling will improve the efficiency of present and future recovery operations. Cross flow will not be a problem due to having a production lift system capable of keeping the well pumped off thereby maximizing production. This commingling will not reduce the value of the total remaining production.

The allocation method used for this well was determined by analyzing the cumulative oil, gas and water production in a nine section area of review surrounding this well. Supporting documentation is shown on the attached spreadsheet. Production for active and inactive wells was grouped by pool in the area of review. The totals for each phase were then divided by the number of wells associated with this pool yielding an average. This average was used to determine the percentage allocation.

The main reason for using this method is based on economics and minimizing reservoir damage. Past completion practices had all three zones perforated and fracture stimulated during one full week. Each zone was isolated by a retrievable bridge plug to allow for production testing of each zone for allocation purposes. This testing period lasted as long as one month before a stabilized rate was observed thus allowing the next zone to be brought on and tested. During this time period the completion fluids used were still confined to the other reservoirs causing gel damage. It is a common practice to get these fluids out of the wellbore as soon as possible to help maximize productivity. On a cost basis it is more expensive to have a completion rig move in and out multiple times to bring on each new zone. Several other factors such as weather, other new completions and regulatory well work may interfere with these new wells. The area of review used encompasses what has been accepted as a good statistical representation for allocation purposes. By using this allocation method all zones will be brought online in a more effective and efficient manner. This will in turn generate a higher productive rate and quicker revenue streams not only for the operator but for the State of New Mexico too.

If you need additional information or have any questions, please give me a call at (432) 818-1062.

Sincerely,

eesa Hollard

Reesa Holland Sr. Engineering Technician

# CONE B #2 API 30-025-39907 APACHE CORP.

Lease Name	Well Number	HODIOTAC	1 constant			BL)			F)	Cu		
Lease Name	1 Number		1H 20S 38E SE NE		Tubb	Drinkard	Blinebry	Tubb	Drinkard	Blinebry	Tubb	Drinkard
PHILLIPS HOUSE STATE	1		20 20S 38E	3476		101000	186180			5043		
STATE U	1		2P 20S 38E			101663 157611		···· ,	478825			25395
ARNOLD A	1		11F 20S 38E	994	29437	670		1365734	97007	6492	5004	184324
HOUSE B	1	3002507764	11P 20S 38E		9855			3214 1365734 118752 9570 42 32387 47423 66347 42602 42602 42602 42602 42602 42602 42602 42602 42602 42602 42602 42602 500848 137341 1071355 63960 3896 199467 35691 1058547 144336 42262 322936 1342 739914 59149 430809 96169 1058547 144836 521892 521892 521892 521892 521892 1244 68498 573710 125419 7175 11219 22007 592343 2239 592343 2239 552245 38544 864500 512946 120485 22010 14512 319353 181043 259882 118402 8152 191418 160170 122794 86130 175303 77529 55263 52065 43432 33780			0004	
BLANKENSHIP	1		12E 20S 38E			54657			16638			7010
BLANKENSHIP	2		12L 20S 38E	3906	20	134312			1177187	2664	114	37126
BLANKENSHIP CONE A	3		12M 20S 38E NE SW SW 12F 20S 38E	5714	8753	39616	32387		2435461	5156		22235
CONE B	1		12F 20S 38E		16985	206457	<u> </u>	66347	237557		56499	84014
HESTER 12	3		120 20S 38E			150171			591551 853402			69199
HESTER 12	2		12N 20S 38E			82932			540453			32702 17896
HESTER 12	1		12K 20S 38E			97448			457760			16669
CROWN	1		13B 20S 38E NW NW NE		9146	57149		42602	687081			11360
HOWSE C	1		11H 20S 38E SE NE			26370			143078			6340
CONE B	2		12G 20S 38E			398			86772			1460
L & M HOUSE	1		2L 20S 38E C S2 SW	847	9550	210			982	1180	509	344
SHARPS	1		13D 20S 38E NW NW 13M 20S 38E	33143 38621	217	36700		8772	515800	15436		13278
SHARPS	2		13N 20S 38E	32558						43044		
JOE CAMEL	1		13K 20S 38E	32556	222	396		711	858	30537		
BULL DURHAM	1		14P 20S 38E S2 SE SE	46571	7528	550			000	68650 41393	9293	
JOE CAMEL	2		13F 20S 38E SW SE NW	18616	1840			3896		39522	581	
DIAMONDBACK	1	3002534274	14J 20S 38E NW SE	30003						36775		
PEARL	1		13J 20S 38E NW SE	11389						27839		
LUCKY STRIKE	1		14I 20S 38E NE SE	78820						68515		
CAPPS FEDERAL	2		13O 20S 38E SW SE	34886	6878					32964	9535	
BULL DURHAM CHESTERFIELD	2		140 20S 38E SW SE	36132	181				730	56540		•
BUGLER			14H 20S 38E SE NE 13L 20S 38E NW NW SW	26640	225	523			6759	36636	Ī	
MOONEY			13L 20S 38E NW NW SW 13I 20S 38E NE SE	73986	652	01600	430809	96169	0.1=4-	43272	608	
PAIGE			13P 20S 38E NE SE	7358		21688 18768	14000		31520	170-0		96197
VICEROY			13E 20S 38E SW NW	30835		10/08			28825	17258		26466
PALL MALL			14A 20S 38E NE NE	737	294	30268		14/20	339927	75010 157	495	74040
KOOL			14B 20S 38E NW NE	36374	536	3213			3837	34773	495	74812
PICAYUNE			11J 20S 38E C NW SE		14160	26336			380666	34773		17895
ROITAN			14G 20S 38E SW NE	23698	5419	20000			000000	53256		17695
DREESSEN			1G 20S 38E C SW NE	2199						23039		
MARLBORO	1	3002534968	14C 20S 38E S2 NE NW	1245			11219	•				
HOWSER			1J 20S 38E C NW SE	1371			28097			35934		
MERIT			110 20S 38E E2 SW SE		9457			592343			7350	
BEECHNUT REDTAG			14E 20S 38E SE SW NW	540								
			2J 20S 38E NW NW SE	27061	3936	741			7929	3480		
			11G 20S 38E C SW NE 11K 20S 38E E2 NE SW	3188	16829	21816	14450		151633		11887	19464
			2K 20S 38E NE NE SW	15328	7818	32292	004500	38544	136873		8390	26341
			11P 20S 38E S2 SE SE	15326	7353		864500	510040		2484		
WHITE OWL			2 20S 38E NW NW NW	32435	/333		120485	512946		9450		
BIG KICK			13C 20S 38E W2 NE NW	15795	990	9391		14512	64056	2410		2526
	6	3002536795	12N 20S 38E	26566	8025	11431			60280	28093	6612	5050
		3002536800	12O 20S 38E SW SW SE	15526	5006	4450			107385	40701		2576
			3A 20S 38E SE NE NE	2790		8551	8152		25242	6374		2941
			13F 20S 38E NW SE NW	3937	1764	1087	191418	160170	39063	6440	1750	1011
			12K 20S 38E SW NE SW	12697	3817	3657		86130	54621	9708	10953	4235
			12P 20S 38E NW SE SE	18619	5543	10854			75632	38556	5549	241
			12N 20S 38E NE SE SW	6168	7068	3037			30997	15734	8199	10035
BULL DURHAM			11C 20S 38E SW NE NW	4690	6029	2675			19307	22568	21926	19992
			14P 20S 38E NE SE SE 12L 20S 38E NE NW SW	5540 2835	7363	6259	70868		01011	613		
BLANKENSHIP			12M 20S 38E SW SW SW	12119	4509	5636	41534	21173 81642	21644 245830	11153 19800	4612 4400	3460 3302
BLANKENSHIP	3 3	3002538400	12L 20S 38E SW NW SW	6641	5289	1187	29618	1683	60635	8247	604	11259
			14B 20S 38E SW NW NE	7806	1266	733	15498	27252				.,,238
			11N 20S 38E SE NE SW	8952	2468	4935	25066	16994				
MAGNOLIA DIXIE QUEEN			11E 20S 38E NE SW NW	5326	5124	3797	77078	14965	15942	16575	2522	32136
			11P 20S 38E NE SE SE	10836	2948	4846	54597	24795	47600			
			20 20S 38E NE SW SE 2P 20S 38E SW SE SE	4095	402	3165	31363	8687	23170	25359	3421	8895
BIG KICK			3C 20S 38E SW SE SE	1428	1299	2471	77536	77427	7450	6011	7979	4565
IOUSE			3D 20S 38E SE NW NW	4461	1387	3408	24901 32895	0400	64378	36946	15778	5258
UCKY STRIKE			41 20S 38E SW NE SE	3902	1280		24189	2498 6485				
BUGLER 2			3L 20S 38E SW NW SW	6092	1508		55821	20739		12545	4241	
AELOT 2	2 3	002538700	1C 20S 38E NW NE NW	14402	4698	1847	39539	6976	20337	14372	18372	13778
IESTER 12	) 3	002538791	2K 20S 38E NE NE SW	1817	1145	4270	44277	5380	4979	19159	4947	10903
AGNOLIA 2	2 3	002539090 1	1D 20S 38E NE NW NW	1596	509	4280	59579	32494	88465	14656	3140	3140
. <u>&amp;</u> M 2		002539450 2		1030	737	5588	15623	19733	46869	8667	4332	15889
DIXIE QUEEN		002539451 1		1422	367	2798	4654	1978	5003	000/		10003
ROWN 2	-	002539457 1		614	279	503	1249	637	771			
IELOT 3		002539458 1		1305	339	2569	5245	2228	5638	11608	2132	9949
		002539488 1					1844	782	1981	9173	1911	8025
LANKENSHIP 7		00050040014	1 = 000 00 =	1147	296	2258	17993	7647	19341			8794
AGNOLIA 3		002539489 1							13341	10259	1883	0/941
ILANKENSHIP 7 MAGNOLIA 3 RNOLD A 2	3	002539490 1	1F 20S 38E	800	202	1503	8802	3740	9462	6051	1883	5063
AGNOLIA 3 AGNOLIA 3 RNOLD A 2 ONE A 2	3	002539490 1 002539491 1	1F 20S 38E 2F 20S 38E	800 687	202 190	1503 1488	8802 2540	3740 1142	9462 2667	6051 3416		
ILANKENSHIP 7 MAGNOLIA 3 RNOLD A 2	3 3 3	002539490 1	1F 20S 38E 2F 20S 38E 4A 20S 38E	800	202	1503	8802	3740	9462	6051	1235	5063

				C C	um Oil (Bl	BL)	Cum:Gas (MCF)           kard         Blinebry         Tubb         1           306         682         424           374         608         1377         585						
Lease Name	Well Number	10DIGITAPI	Location	Blinebry	Tubb	Drinkard	Blinebry	Тирр	Drinkard	Blinebry	Tubb	Drinkard	
BUGLER	3	3002539648	13L 20S 38E	233	127	306	682	424	737	1878	805	1150	
DIAMONDBACK	2	3002539649	14J 20S 38E	284	155	374							
DIXIE QUEEN	4	3002539650	111 20S 38E	309	80	608	1377	585	1481				
L&M	3	3002539652	2N 20S 38E	173	123	937	1046	1321	3138	779	377	1357	
MERIT	2	3002539653	11O 20S 38E	220	71	494	2202	1132	2956				
REDTAG	3	3002539655	2J 20S 38E	108	128	744	396	883	1766				
			TOTALS	920,175	255,827	1,668,076	10,324,045	4,577,937	10,635,234	1,238,964	267,767	998,005	
			AVERAGES	12,605	3,936	26,064	139,514	72,666	171,536	20,999	6,694	19,960	

,

Proposed Allocations	Oil	Gas	Water
Blinebry	30%	36%	44%
Tubb	9%	19%	14%
Drinkard	61%	45%	42%
TOTAL	100%	100%	100%



AFE No: TW- 10- 0229

Cone B #2

API #: 30-025-39907 1650' FSL & 2310' FEL Section 12, Township 20S, Range 38E Lea County, New Mexico

# **Completion Procedure – Blinebry-Tubb-Drinkard**

7 December 2010

# **Recommended Procedure:**

0

### Drinkard:

- 1. MIRU PU. Run GR/CCL/CBL log from PBTD +/- 7260' to 5600' & 500' to surface. Correlate to Weatherford Compensated Neutron/Photo Density/Spectral Gamma Ray log dated 11/26/10.
- Perforate Drinkard formation @ 6961', 63', 69', 77', 91', 92', 7003', 05', 07', 09', 15', 20', 26', 44', 46', 48', 57', 59', 62', 66', 68', 70', 72', 82' & 88', w/3 spf, 120 deg phasing. Total = 75 shots.
- 3. RIH 2-7/8" workstring and pkr. Set pkr @ +/- 6850'.
- 4. Acidize Drinkard interval with 3,000 gals 15% HCL-NE-FE BX DX acid and ball sealers.
- 5. Release pkr & run through perfs to knock off balls. Reset pkr @ 6850'.
- 6. Pump 1 drum of corrosion inhibitor followed by 10 bbl pad of 2% KCL. Pump 2 drums scale inhibitor and flush w/2% KCL.
- 7. Release pkr & POOH w/workstring.
- 8. RU frac equipment. Frac Drinkard w/80,000# 20/40 SLC resin coated sand down 5-1/2" csg @ 40 BPM in 35# XL gel as per frac recommendation.
- 9. Spot 1,000 gals 15% HCL across Tubb interval 6450' 6750' during Drinkard frac flush.
- 10. RIH and set composite plug above the Drinkard interval @ +/- 6900'.

# <u>Tubb:</u>

- Perforate Tubb formation @ 6496', 6502', 04', 11', 13', 15', 19', 21', 45', 96', 6600', 07', 09', 51', 53', 58', 67', 71', 6710', 21', 27', 42', 44', 46', 48' & 55' w/3 spf, 120 deg phasing. Total = 78 shots.
- 2. Spearhead 1,000 gals 15% HCL into Tubb ahead of frac.
- 3. Pump 1 drum of corrosion inhibitor followed by 10 bbl pad of 2% KCL. Pump 2 drums scale inhibitor and flush w/60 bbls 2% KCL.
- 4. Frac the Tubb interval w/80,000# 20/40 SLC resin coated sand down 5-1/2" csg @ 40 BPM in 25# XL gel as per frac recommendation.
- 5. Spot 1,000 gals 15% HCL across Blinebry interval 6000' 6350' during Tubb frac flush.
- 6. RIH and set composite plug above the Tubb interval @ +/- 6450'.

#### AFE No: TW – 10 - 0029

## Cone B #2

#### **Blinebry:**

- Perforate Blinebry formation @ 5997', 99', 6013', 15', 17', 24', 26', 28', 32', 38', 45', 47', 49', 51', 53', 55', 57', 61', 6102', 06', 19', 24', 26', 28', 30', 36', 45', 47', 49', 79', 81', 93', 6233', 35', 37', 47', 49', 69', 71', 95', 97', 99', 6307', 09', 18', 20', 22', 26', 32', 34', 36', 44', 46', 48' & 51' w/2 spf, 120 deg phasing. Total 110 shots.
- 2. Spearhead 2,000 gals 15% HCL into Blinebry ahead of frac.

- 3. Pump 1 drum of corrosion inhibitor followed by 10 bbl pad of 2% KCL. Pump 2 drums scale inhibitor and flush w/60 bbls 2% KCL.
- 4. Frac the Blinebry interval w/200,000# 20/40 SLC resin coated sand down 5-1/2" csg @ 40 BPM in 25# XL gel as per frac recommendation.
- 5. RIH w/2-7/8" workstring and bit. Drill out plugs and clean out +/- 7260' PBTD.
- 6. RIH w/production tubing. Land SN @ +/-7100'. RIH w/1-1/2" pump & rods.
- 7. Install 640 PU.
- 8. Place well in test.