

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

Energy, Minerals and Natural Resources

OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

WELL API NO.

30-025-39824

5. Indicate Type of Lease

STATE ☒ FEE ☐

6. State Oil & Gas Lease No.

BO-0934-0016

7. Lease Name or Unit Agreement Name

New Mexico S State

8. Well Number 058

9. OGRID Number

873

10. Pool name or Wildcat

Penrose Skelly; Grayburg (50350)

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

303 Veterans Airport Lane, Suite 3000 Midland, TX 79705

4. Well Location

Unit Letter D/ Lot 4 : 330 feet from the North line and 390 feet from the West line

Section 2 Township 22S Range 37E NMPM County Lea

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

3383' GL

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: ☐

OTHER: Completion ☒

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.

Apache completed this well in the Grayburg, per the following:

9/17/2010 MIRUSU. Log well; TOC @ 70'. Perf Grayburg @ 3657', 63', 74', 81', 85', 91', 96', 3700', 06', 12', 23', 30', 35', 48', 60', 67', 71', 82', 93', 98', 3812', 18', 25', 27', 43', 51', 57', 62' w/4 SPF, 112 holes.

9/20/2010 Acidize Grayburg w/6000 gal 15% NEFE

9/21/2010 Frac Grayburg w/47,040 gal SS-25; 91,963# 20/40 sand, flush w/3444 gal 25# linear gel.

9/22/2010 Wash sand to PBTD @ 4367'; circ clean. Run prod. tbg.

9/23/2010 RIH w/pump & rods.

9/24/2010 Set 320 Pumping Unit. POP.

Spud Date: 08/31/2010

Rig Release Date: 09/04/2010

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

SIGNATURE Reesa Holland TITLE Sr. Engr Tech

DATE 10/18/2010

Type or print name Reesa Holland

E-mail address: Reesa.Holland@apachecorp.com

PHONE: 432/818-1062

For State Use Only

APPROVED BY: [Signature] TITLE PETROLEUM ENGINEER

DATE FEB 21 2011

Conditions of Approval (if any):