

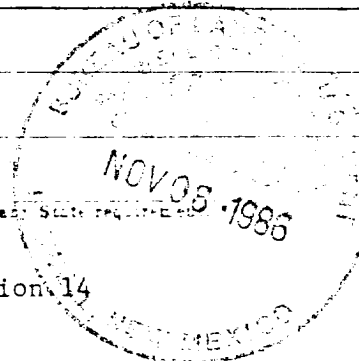
UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT  
P.O. BOX 1980  
HOBBS, NEW MEXICO 88240

EXPIRATION DATE OF PERMIT  
PERMIT DENOTATION AND SERIAL NO.  
NM-0354427 A

SUNDRY NOTICES AND REPORTS ON WELLS

1. THIS FORM IS TO BE FILLED OUT BY THE WELL OPERATOR OR HIS EMPLOYEE OR BY THE STATE DEPARTMENT OF MINES AND METALS FOR PERMIT - for each well.

2. UNIT AGREEMENT NAME  
Cato Storage System II  
3. FARM OR LEASE NAME  
See Item 17  
4. WELL NO.  
See Item 17  
5. FIELD AND POOL, OR WELLS  
Cato San Andres  
6. SECTION, T. R. M. OF BLM AND  
SURVEY OR AREA  
Township 8 S, Range 30 E  
7. COUNTY OR PARISH 8. STATE  
Chaves NM



APOLLO ENERGY, INC.

P.O. Box 5315, Hobbs NM 88241

Storage System II located NW/4 SE/4 Section 14

Check Appropriate Box To Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:

SUBSEQUENT REPORT OF:

TEST WATER SHUT-OFF  
FRAC TREATMENT  
SHOOTING OR ACIDIZING  
REPAIRING WELL  
PULL OR ALTER CASING  
MULTIPLE COMPLETION  
ABANDONMENT  
CHANGE PLANT

WATER SHUT-OFF  
FRAC TREATMENT  
SHOOTING OR ACIDIZING  
REPAIRING WELL  
ALTERING CASING  
ABANDONMENT  
OTHER

Commingle Cato SSII Tests X

(Note: Report results of multiple completion or Well Completion - see Completion Report and Log form)

17. DES. KIND OF TEST OR COMPLETE OPERATION (Citing state of pertinent orders and give pertinent dates including estimated date of starting and proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and notes pertinent to work.)

APOLLO ENERGY requests approval to continue current practice of testing wells by a portable well tester rather than using mostly "out of service" separator meters at each battery in the Cato San Andres Field.

Almost all wells in the Cato Field are stripper averaging 2-3 BOPD and some water. It has been APOLLO'S experience over the last 4½ years in this field, the well tests are more dependable & cost effective under the present system than the previous ones which I believe were not used in years (I suspect the tests were "boiler house").

CATO STORAGE SYSTEM II:

NM-0177517 Cato A Federal - SW/4 Section 15, Wells #1 & #2  
NM-0177517 Cato B Federal - SW/4 Section 14 & NW/4 Section 23, Wells #1, #2, #3, #4, #5, #6, #7 & #8  
NM-444628 Cato C Federal - SE/4 Section 14, Wells #1, #2, #3, & #4  
NM-0354427A Cato D Federal - NE/4 Section 23, Wells #1, #2, & #3  
NM-0354427A Crosby C Federal - N/2 NW/4 Section 22, Well #1  
NM-0254700 Fischer Federal - W/2 Section 12, Wells #1 & #2

18. I hereby certify that the foregoing is true and correct

SIGNED: *[Signature]*

TITLE: PRESIDENT

DATE: 11-5-86

(This space for Federal or State office use)

APPROVED BY: \_\_\_\_\_  
CONDITIONS OF APPROVAL, IF ANY:

TITLE: \_\_\_\_\_

APPROVED  
PETER W. CHESTER

DEC 3 1986

BUREAU OF LAND MANAGEMENT  
ROSWELL RESOURCE AREA

\*See Instructions on Reverse Side