

DISTRICT I

1625 N. French Dr., Hobbs, NM 88240

DISTRICT II

811 South First, Artesia, NM 88210

DISTRICT III

1000 Rio Brazos Rd., Aztec, NM 87410

DISTRICT IV

2040 South Pacheco, Santa Fe, NM 87505

OIL CONSERVATION DIVISION

2040 South Pacheco  
Santa Fe, NM 87505

WELL API NO. 30-025-06396	
5. Indicate Type of Lease <input type="checkbox"/> STATE <input checked="" type="checkbox"/> FEE	
6. State Oil & Gas Lease No.	
7. Lease Name or Unit Agreement Name Southland Royalty A	
8. Well No. 4	9. Pool name or Wildcat Penrose Skelly; Grayburg

<b>SUNDRY NOTICES AND REPORTS ON WELLS</b> (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: <input checked="" type="checkbox"/> OIL WELL <input type="checkbox"/> GAS WELL <input type="checkbox"/> OTHER	
2. Name of Operator Apache Corporation	
3. Address of Operator 2000 Post Oak Blvd., Ste. 100, Houston, Texas 77056-4400	
4. Well Location Unit Letter <u>X</u> : <u>660</u> Feet From The <u>South</u> Line and <u>660</u> Feet From The <u>East</u> Line Section <u>4</u> Township <u>21S</u> Range <u>37E</u> NMPM <u>Lea</u> County	
10. Elevation (Show whether DF, RKB, RT, GR, etc.) 3466' GR	

11. (Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data)	
NOTICE OF INTENTION TO:	SUBSEQUENT REPORT OF:
<input type="checkbox"/> Perform Remedial Work	<input type="checkbox"/> Remedial Work
<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Altering Casing
<input type="checkbox"/> Temporarily Abandon	<input type="checkbox"/> Commence Drilling Operations
<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandonment
<input type="checkbox"/> Pull or Alter Casing	<input type="checkbox"/> Casing Test and Cement Job
<input type="checkbox"/> Other	<input checked="" type="checkbox"/> Other Plugback to Grayburg

12. 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.

11/27/00 MIRU. Pull out of hole w/ production equipment. Run in hole w/ bit & scraper to 6150'. Pull out of hole Run in hole w/ CIBP & set @ 5725' w/ 35' cement cap. Pull out of hole

11/29/00 Run in hole w/ 4" perforating gun & perf squeeze holes @ 4150' w/ 4 JSPF. Pull out of hole Pick up packer, run in hole & set @ 4130'. Circulate hole clean. Release packer & pull out of hole Pick up retainer, run in hole & set @ 4130'. Cement squeeze w/ 400 sx Class C POZ, tail w/ 275 sx Class C Circulate 125 sx to pit

11/30/00 Perforate Grayburg 3891'-3896', 3911'-3931', 3938'-3949', 3956'-4007'

12/1/00 Acidize Grayburg 3891' - 4007' w/ 3500 gals 15% HCL

12/7/00 Frac Grayburg 3891' - 4007' w/ 20800 gals gel & 40000# 16/30 sand

12/8/00 Run in hole & tag sand @ 3852'. Clean out to 4102'. Circulate hole clean. Pull out of hole. Run in hole w/ 2-7/8" production tubing & set @ 4054'.

12/11/00 Run in hole w/ production equipment and return to production

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

SIGNATURE <u>Debra J. Anderson</u>	TITLE Sr. Engineering Technician	DATE 12/18/00
TYPE OR PRINT NAME Debra J. Anderson	TELEPHONE NO. 713-296-6338	
(This space for State Use)		
APPROVED BY <u>2A Tubbs Dil &amp; Drinkard</u>	TITLE D. Drinkard	DATE 12/18/00
CONDITIONS OF APPROVAL, IF ANY:		