

RP. 1275

Apache Corporation

Final Report

NMGSAU # 11-9Y

Flowline Release

API # 30-025-05735

Unit I Section 29, T. 19 S., R. 37 E.

Lea County, New Mexico



Prepared for Apache Corporation by:

Hungry Horse, LLC

Environmental Services

3709 S. Eunice Hwy, P.O. Box 1058, Hobbs, New Mexico 88241

(575) 393-3386; Fax (575) 391-4585

October 18, 2007

NMOCD Environmental
ATTN: Larry Johnson
1625 N. French Drive
Hobbs, NM 88240

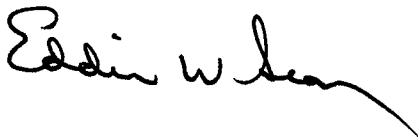
RE: Apache Corporation
NMGSAU #11-9Y
Unit I Sec. 29, T. 19 S., R. 37 E.

Mr. Johnson:

This report is being submitted on behalf of Apache Corporation and Hungry Horse, LLC, by Eddie Seay Consulting. Apache has completed the backfill and leveling verbally authorized by NMOCD at the above mentioned spill site. All contaminated soil was removed and relocated to an OCD approved landfarm (J&L). Affected areas were shaped and contoured to reflect original condition. Please find the attached photos and the final report form C-141 awaiting your approval.

If you have any questions, please feel free to call.

Regards,

A handwritten signature in black ink, appearing to read "Eddie W. Seay". The signature is fluid and cursive, with a long horizontal stroke extending to the right.

Eddie W. Seay, Agent
601 W. Illinois
Hobbs, NM 88242
(575) 392-2236
seay04@leaco.net

cc: Apache Corporation
Hungry Horse, LLC

District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy Minerals and Natural Resources
Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-141
Revised October 10, 2003
Submit 2 Copies to appropriate
District Office in accordance
with Rule 116 on back
side of form

Release Notification and Corrective Action

OPERATOR

☒ Initial Report ☐ Final Report

Name of Company - Apache Corporation	Contact - Mike Warren	
Address - P.O. Box Drawer D, Monument NM 88265	Telephone No. - 432-556-2184	
Facility Name - NMGSAU # 119Y	Facility Type - Producing Well	
Surface Owner - State of New Mexico	Mineral Owner	Lease No. NMGSAU # 713

LOCATION OF RELEASE

API 30 025 05735

Unit Letter I	Section 29	Township 19S	Range 37 E	Feet from the	North/South Line	Feet from the	East/West Line	County - Lea
-------------------------	---------------	-----------------	---------------	---------------	------------------	---------------	----------------	--------------

Latitude N 32° 37.814' Longitude W 103° 16.093'

NATURE OF RELEASE

Type of Release - Production Fluids	Volume of Release - 60 bbls	Volume Recovered - None
Source of Release - Flow line	Date and Hour of Occurrence - unknown	Date and Hour of Discovery - 1/22/07 8:30 am
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Larry Johnson - NMOCD	
By Whom? Jerry Brian/Hungry Horse Environmental	Date and Hour - 1/22/07 9:30 am	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse.	

If a Watercourse was Impacted, Describe Fully.*

Describe Cause of Problem and Remedial Action Taken.*

Flow line leak occurred, Backhoe was immediately moved to site and initial excavation around pipeline began

Describe Area Affected and Cleanup Action Taken.*

The majority of the fluids remained on location. Preliminary removal of impacted material around flow line was removed. Location will be bermed to contain and prevent any additional fluids migrating off of location once ground thaws.

I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to NMOCD rules and regulations all operators are required to report and/or file certain release notifications and perform corrective actions for releases which may endanger public health or the environment. The acceptance of a C-141 report by the NMOCD marked as "Final Report" does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to ground water, surface water, human health or the environment. In addition, NMOCD acceptance of a C-141 report does not relieve the operator of responsibility for compliance with any other federal, state, or local laws and/or regulations.

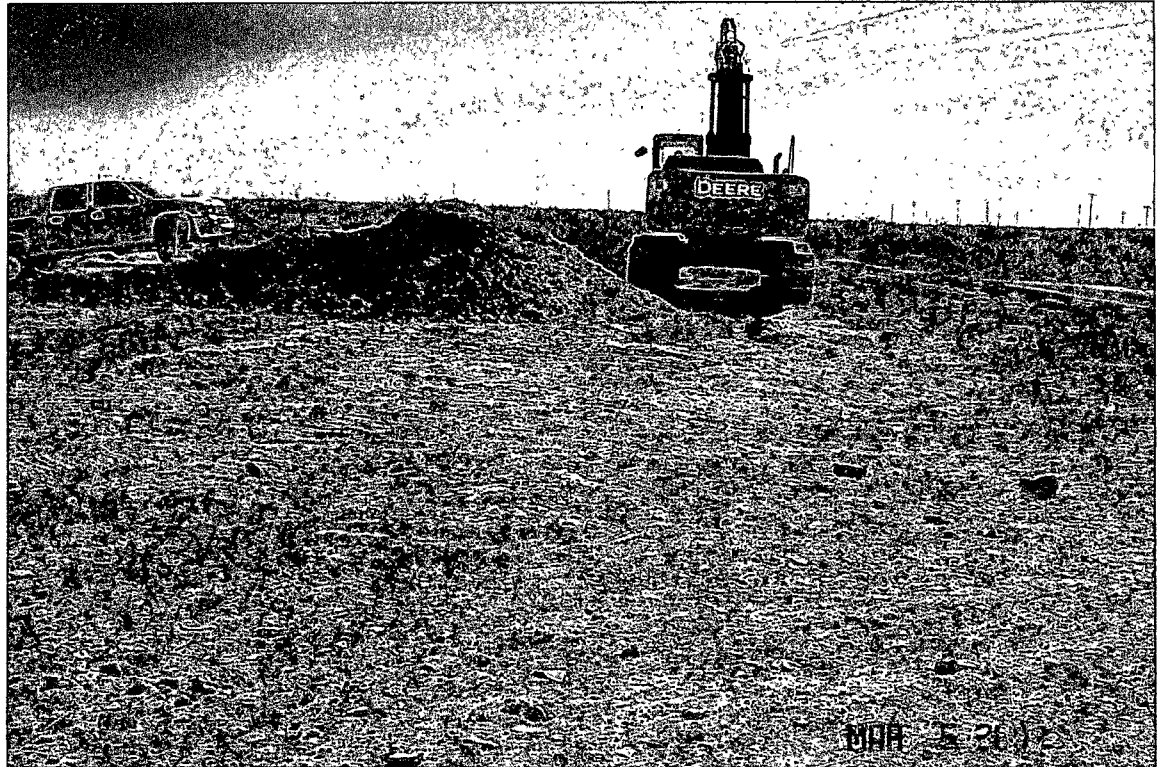
OIL CONSERVATION DIVISION

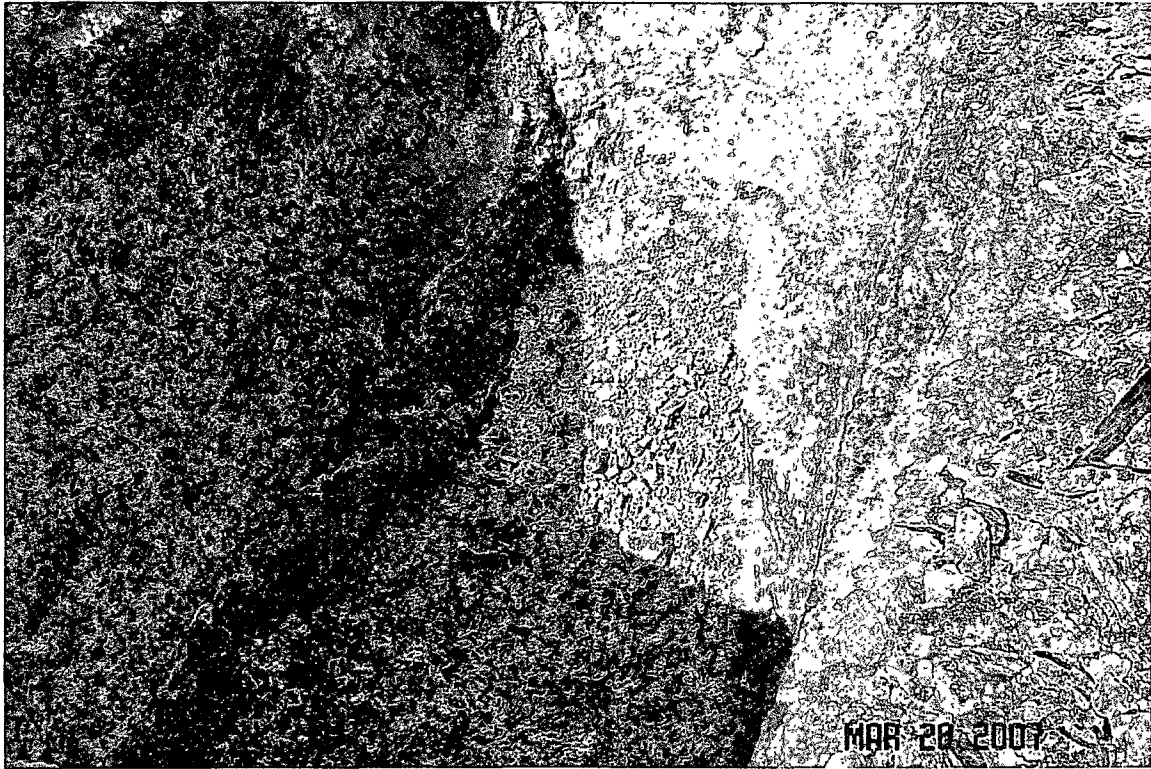
Signature: <i>Mike Warren</i>	Approved by District Supervisor: <i>[Signature]</i>	
Printed Name: MIKE WARREN	Approval Date: 1-31-07	Expiration Date: 4-1-07
Title: SR. PROD. FOREMAN	Conditions of Approval:	
E-mail Address:	Attached <input type="checkbox"/>	
Date: 1-25-07	Phone: 505-393-2144	

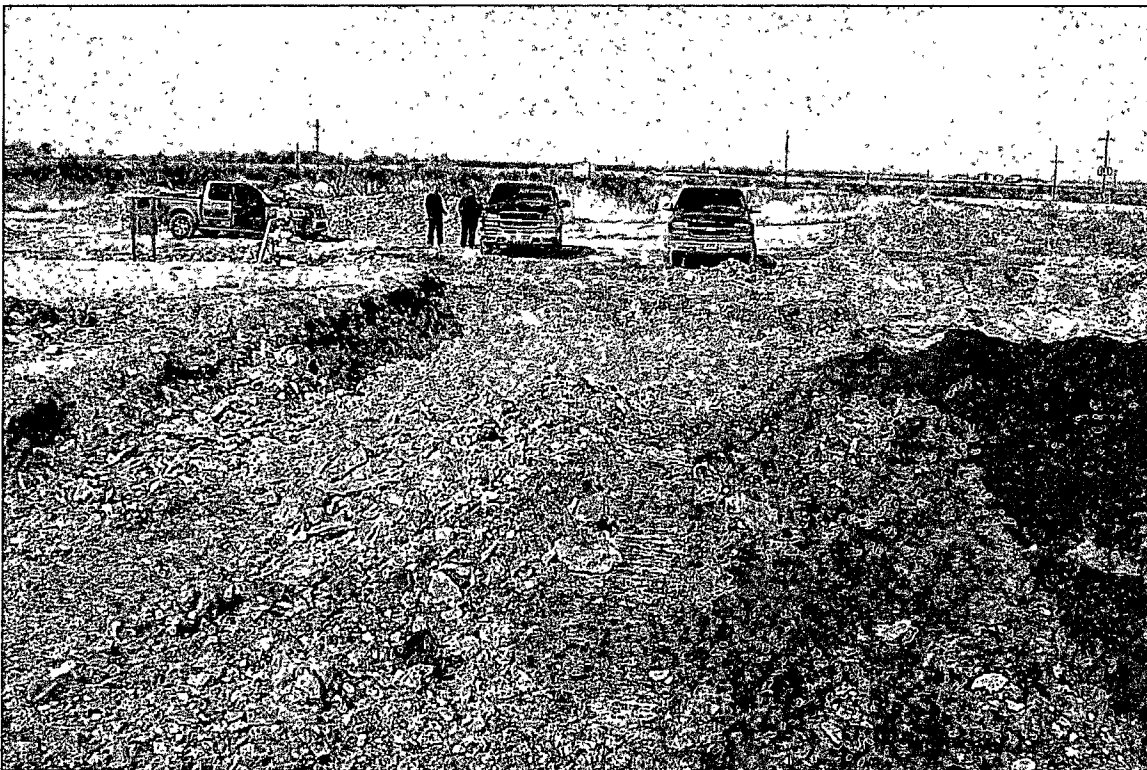
* Attach Additional Sheets If Necessary

incidents - n PAC 0709631262
application - n PAC 0709631338

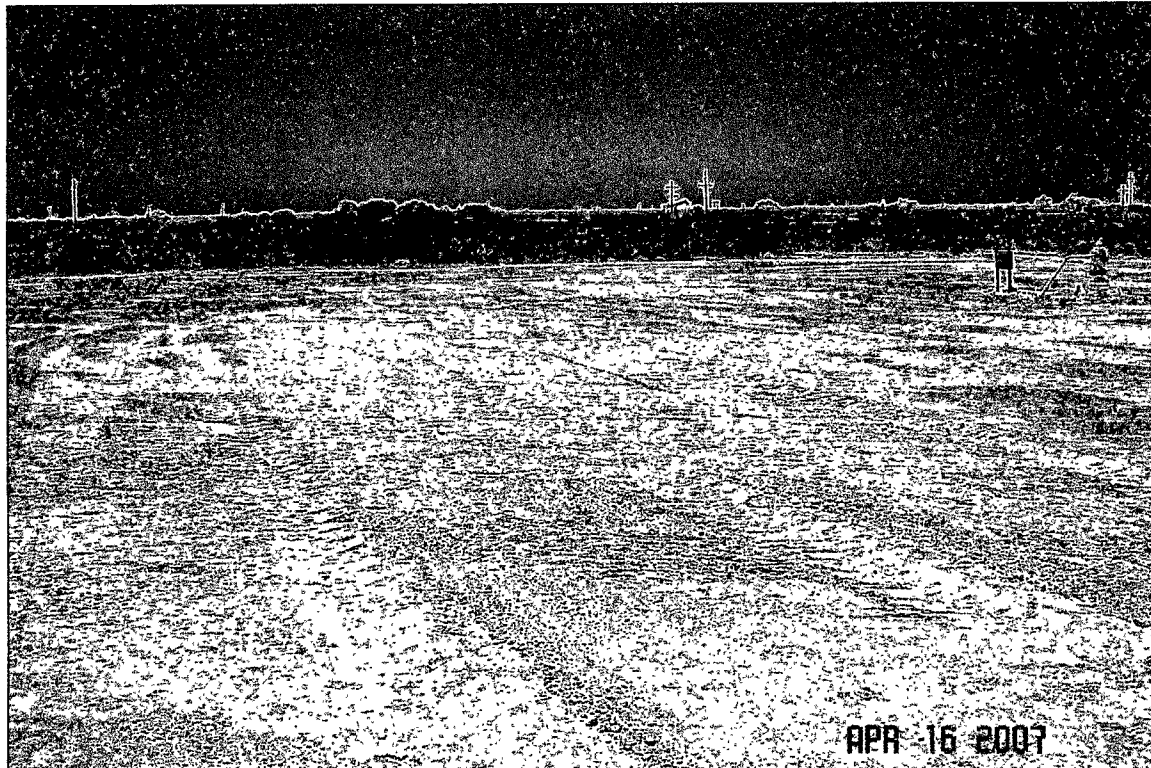
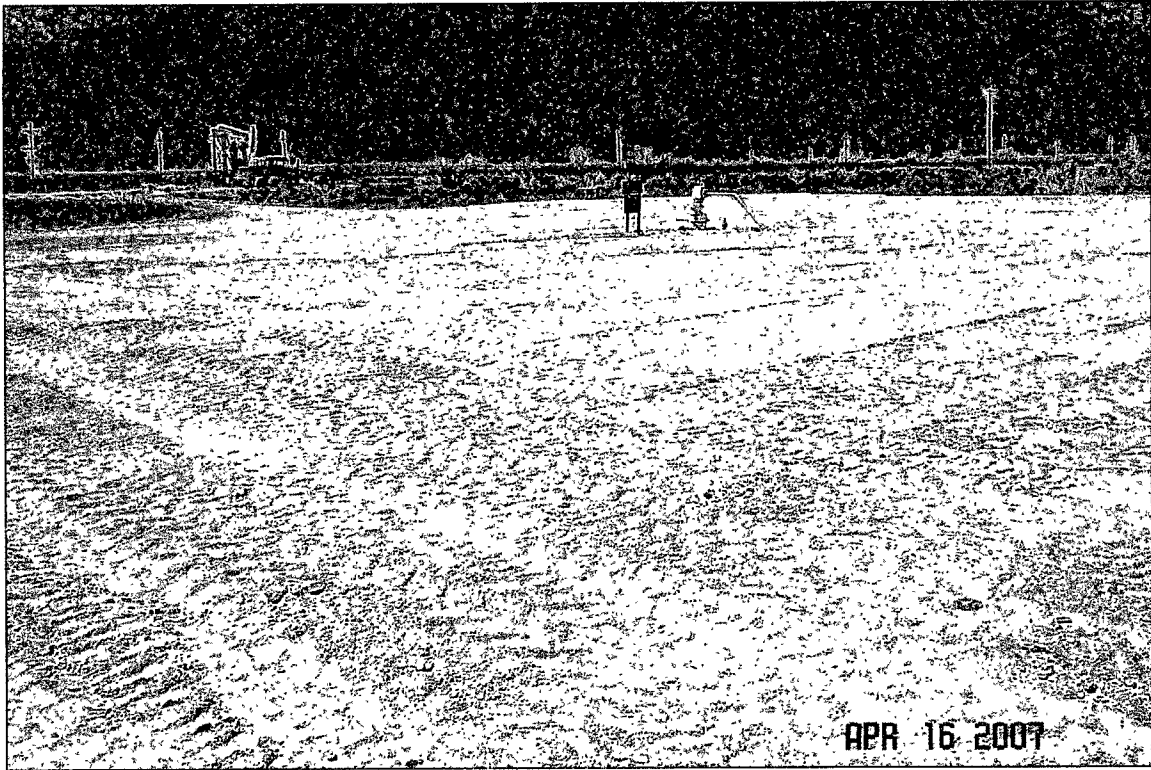
RP# 275











District I
1525 N French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy Minerals and Natural Resources

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

RP: 1275

Form C-141
Revised October 10, 2003

Submit 2 Copies to appropriate
District Office in accordance
with Rule 116 on back
side of form

Release Notification and Corrective Action

OPERATOR

☐ Initial Report ☒ Final Report

Name of Company - Apache Corporation	Contact - Mike Warren	
Address - PO Box Drawer D, Monument, NM 88265	Telephone No. - 432.556.2184	
Facility Name - NMGSAU # 119Y	Facility Type - Producing Well	
Surface Owner - State of NM	Mineral Owner	Lease No. API # 30-025-05735

LOCATION OF RELEASE

Unit Letter I	Section 29	Township 19S	Range 37E	Feet from the	North/South Line	Feet from the	East/West Line	County Lea
------------------	---------------	-----------------	--------------	---------------	------------------	---------------	----------------	---------------

Latitude _____ Longitude _____

NATURE OF RELEASE

Type of Release - Production Fluids	Volume of Release - 60 bbls	Volume Recovered - 0 bbls
Source of Release - Flowline	Date and Hour of Occurrence Unknown	Date and Hour of Discovery 1/22/07 - 830
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Larry Johnson - NMOCD	
By Whom? - Jerry Brian - Hungry Horse Environmental	Date and Hour - 1/22/07 - 930	
Was a Watercourse Reached? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse. N/A	
If a Watercourse was Impacted, Describe Fully.* N/A		
Describe Cause of Problem and Remedial Action Taken.* Flowline ruptured, well was shut down while backhoe was transported to site for cleanup.		
Describe Area Affected and Cleanup Action Taken.* Affected area was limited to location. Area was bermed to prevent additional migration of fluids as removal of impacted soil was conducted. Affected soil was transported off location for disposal in accordance with NMOCD guidelines.		

I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to NMOCD rules and regulations all operators are required to report and/or file certain release notifications and perform corrective actions for releases which may endanger public health or the environment. The acceptance of a C-141 report by the NMOCD marked as "Final Report" does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to ground water, surface water, human health or the environment. In addition, NMOCD acceptance of a C-141 report does not relieve the operator of responsibility for compliance with any other federal, state, or local laws and/or regulations.

Signature: <i>Eddie W. Seay</i>		OIL CONSERVATION DIVISION	
Printed Name: Eddie W Seay		Approved by District Supervisor: <i>Chris Williams</i>	
Title: Agent		Approval Date: 10/23/07	Expiration Date: 10/23/07
E-mail Address: seay04@leaco.net		Conditions of Approval:	
Date: 10/22/2007	Phone: 392.2236	Attached <input type="checkbox"/>	

* Attach Additional Sheets If Necessary