

District I
1625 N. French Dr , Hobbs, NM 88240
District II
811 S. First St., 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

Form C-141
Revised August 8, 2011

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

Submit 1 Copy to appropriate District Office in
accordance with 19.15.29 NMAC.

Release Notification and Corrective Action

nMLB1215051611

OPERATOR		<input checked="" type="checkbox"/> Initial Report	<input type="checkbox"/> Final Report
Name of Company Apache Corporation	873	Contact Natalie Gladden	
Address PO Box 1849 Eunice, NM 88231		Telephone No. 575-390-4186	
Facility Name Lee Federal #41		Facility Type Production well	
Surface Owner BLM	Mineral Owner BLM	API No. 30-025-39611	<i>015</i>

LOCATION OF RELEASE

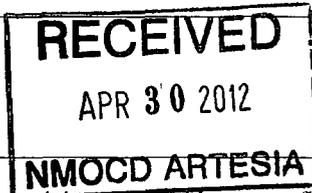
Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
E	20	17S	31E	1700'	FNL	460'	FWL	Eddy

Latitude _____ Longitude _____

NATURE OF RELEASE

Type of Release Drilling fluid	Volume of Release 30	Volume Recovered 0
Source of Release Overflow bins	Date and Hour of Occurrence 4/15/2012	Date and Hour of Discovery 4/15/2012
Was Immediate Notice Given? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?	
By Whom?	Date and Hour	
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.*

While in the final stages of drilling this well, the Qmax man was not paying attention to his fluid levels, which caused the overflow bins to overflow.

Describe Area Affected and Cleanup Action Taken.*

The contaminated area will be remediated along with the contamination left by the drilling rig, once the well is completed.

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>Natalie Gladden</i>	OIL CONSERVATION DIVISION	
Printed Name: Natalie Gladden	Signed By: <i>N. L. [Signature]</i> Approved by Environmental Specialist:	
Title: EHS Environmental Tech	Approval Date: MAY 29 2012	Expiration Date:
E-mail Address: natalie.gladden@apachecorp.com	Conditions of Approval: Remediation per OCD Rules & Guidelines. SUBMIT REMEDIATION	Attached <input type="checkbox"/>
Date: 4/18/12 Phone: 575-390-4186	PROPOSAL NOT LATER THAN: <i>6/29/2012</i>	

* Attach Additional Sheets If Necessary

2RA-1135