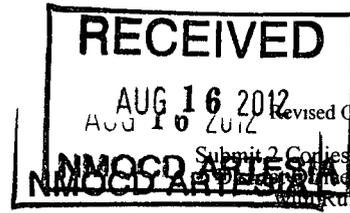


District I
1625 N French Dr, Hobbs, NM 88240
District II
1301 W Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S St Francis Dr, Santa Fe, NM 87505

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



Form C-141
October 10, 2003
Submit 2 Copies to appropriate
Agency in accordance
with rule 116 on back
side of form

Release Notification and Corrective Action

NMLB 1208349702 OPERATOR Initial Report Final Report

Name of Company Apache Corp.	Contact Natalie Gladden
Address P.O. Box 1849, Eunice, NM, 88231	Telephone No. (575) 390-4186
Facility Name Lee Federal #3	Facility Type Production Well
Surface Owner BLM	Mineral Owner BLM
API No. 30-015-30269	

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
I	20	17S	31E	1700	FSL	990	FEL	Eddy

Latitude _____ Longitude _____

NATURE OF RELEASE

Type of Release Oil and Produced Water	Volume of Release 15 bbls	Volume Recovered 10 bbls
Source of Release Stuffing box leak	Date and Hour of Occurrence 2/26/12	Date and Hour of Discovery 2/26/12
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Mike Bratcher	
By Whom? Natalie Gladden	Date and Hour 2/27/12 9 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.*

BLM was out doing inspections when the stuffing box leak was found. Fluid was recovered.

Describe Area Affected and Cleanup Action Taken.*

The leak affected 7,042 sq. ft. of caliche pad, pasture land, and lease road Impacted soils were removed to a NMOCD approved disposal facility. Soil samples were collected from the excavations and sent to a commercial laboratory for confirmation of chloride and TPH. The excavations were backfilled with clean caliche and topsoil and contoured to the surrounding area

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>Mike Bratcher</i> Approved by District Supervisor:	
Title: EH&S Environmental Tech	Approval Date: AUG 24 2012	Expiration Date: <i>N/A</i>
E-mail Address Natalie.gladden@apachecorp.com	Conditions of Approval: <i>N/A</i>	Attached <input type="checkbox"/>
Date: _____ Phone: (575) 390-4186	<i>Final</i>	

* Attach Additional Sheets If Necessary

2RA-1064