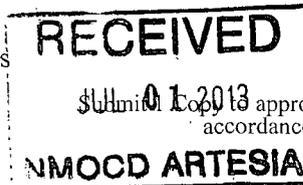


District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy Minerals and Natural Resources

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



Form C-141
Revised August 8, 2011

Submit to appropriate District Office in accordance with 19.15.29 NMAC.

Release Notification and Corrective Action

nJMW1319237133

OPERATOR Initial Report Final Report

| | |
|--|------------------------------------|
| Name of Company Apache Corporation 873 | Contact George Rivera |
| Address 2350 W. Marland Blvd., Hobbs, NM 88240 | Telephone No. (575) 347-8708 |
| Facility Name Tony Federal #27 | Facility Type Stuffing Box Release |
| Surface Owner Federal | Mineral Owner Federal |
| API No. 3001532753 | |

LOCATION OF RELEASE

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| H | 19 | 17S | 31E | 1650 | FNL | 990 | FEL | Eddy |

Latitude _____ Longitude _____

NATURE OF RELEASE

| | | |
|--|--|---|
| Type of Release. Oil and Produced water | Volume of Release 4 bbls oil/15 bbls water | Volume Recovered 1 bbl oil; 10 bbls water |
| Source of Release Stuffing box release | Date and Hour of Occurrence 7/1/13 | Date and Hour of Discovery 7/1/13 8:00 am |
| 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? RECS per Apache Corp. | Date and Hour 7/1/13 2:00 pm | |
| 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.* The release occurred at the stuffing box on the well. A total of 4 barrels of oil and 15 barrels of produced water was released on the lease pad. A vacuum truck was called to the site and removed 1 barrel of oil and 10 barrels of produced water. The affected pad was scraped down to remove the wet soil and the site will be delineated for further action.

Describe Area Affected and Cleanup Action Taken.*

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: | OIL CONSERVATION DIVISION | |
| Printed Name: George Rivera | Approved by Environmental Specialist: Signed By | |
| Title: EH&S Tech | Approval Date: JUL 11 2013 | Expiration Date: |
| E-mail Address: Jorge.rivera@apachecorp.com | Conditions of Approval: Remediation per OCD Rule & Guidelines, & like approval by BLM. SUBMIT REMEDIATION PROPOSAL NO LATER THAN: | Attached <input type="checkbox"/> |
| Date: 7/1/13 Phone: (575) 347-8708 | August 11, 2013 | |

* Attach Additional Sheets If Necessary

ZRP-1711

Warren, JeanMarie, EMNRD

From: Lara Weinheimer <lweinheimer@rice-ecs.com>
Sent: Monday, July 01, 2013 4:02 PM
To: Warren, JeanMarie, EMNRD
Cc: 'Hack Conder'; bbaker@rice-ecs.com; jorge.rivera@apachecorp.com
Subject: Initial C-141 for the Apache Tony Federal #27 API No. 3001532753
Attachments: Initial C-141 Tony Federal #27 API No. 3001532753.pdf

Jean-Marie, I notified Mike about an Apache release that happened today at the Tony Federal #27. Attached is the signed initial C-141 for this event. Let me know if you need a hard copy of this documentation, and I'll be happy to send you one.

Thanks!

Lara Weinheimer
Project Scientist
419 West Cain
Hobbs, NM 88240
(575) 441-0431

Bratcher, Mike, EMNRD

From: Lara Weinheimer <lweinheimer@rice-ecs.com>
Sent: Monday, July 01, 2013 2:07 PM
To: Bratcher, Mike, EMNRD
Cc: 'Hack Conder'; jorge.rivera@apachecorp.com; bbaker@rice-ecs.com
Subject: Apache release at the Tony Federal #27

Mike, I am writing to inform you that Apache has a release today (7/1/13) at 8:00 am the Tony Federal #27. It involved a release at the stuffing box, which released 4 bbls of oil and 15 bbls of water. An initial C-141 will be sent to you tomorrow with all the relevant information.

Apache Corporation
Tony Federal #27
UL/H sec. 19 T-17-S R-31-E
1650' FNL/ 990' FEL
API No. 3001532753

If you have any questions in the mean time, please don't hesitate to contact us.

Thanks!

Lara Weinheimer
Project Scientist
419 West Cain
Hobbs, NM 88240
(575) 441-0431