

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

HOBBS OCD
AUG 18 2011
RECEIVED

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

Release Notification and Corrective Action

OPERATOR

Initial Report Final Report

Name of Company Apache Corporation	Contact Natalie Gladden	
Address PO Box 1849 Eunice, NM 88231	Telephone No. 575-390-4186	
Facility Name Hanson State #12	Facility Type Production	
Surface Owner SW Cattle Company	Mineral Owner State of NM	API No. 30-025-39563

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
H	16	20S	37E	1650'	FNL	330'	FEL	Lea

Latitude _____ Longitude _____

NATURE OF RELEASE

Type of Release Drilling fluids	Volume of Release >30bbls	Volume Recovered 0
Source of Release Closed loop system	Date and Hour of Occurrence 10/27/2010	Date and Hour of Discovery 10/27/2010
Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Larry Johnson	
By Whom? Natalie Gladden	Date and Hour 10/27 8am	
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.*

DTW = 19'

Describe Cause of Problem and Remedial Action Taken.*
During drilling operations the closed loop system had leaked, bins were overflowed.

Describe Area Affected and Cleanup Action Taken.*
This location pad has a poly liner 100' sq ft under the pad. The area above the liner will be excavated and the area outside of the liner will be remediated according to the NMOCD Remediation 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>Natalie Gladden</i>	OIL CONSERVATION DIVISION	
Printed Name: Natalie Gladden	Approved by Environmental Specialist: <i>Jeff Sobbing</i>	
Title: EHS Environmental Tech	Approval Date: 8/19/11	Expiration Date: 10/19/11
E-mail Address: natalie.gladden@apachecorp.com	Conditions of Approval: SUBMIT FINAL C-141 By 10/19/11	Attached <input type="checkbox"/> IRP- 1-12-2774
Date: 10/31/2010 Phone: 575-390-4186		

* Attach Additional Sheets If Necessary

JUN 09 2014