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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.

| T220 S. St. Francis Dr., Santa Fe, NM 87505         Santa Fe, NM 87505   |                |               |       |                                       |   |   |                                |       |                   |                |
|--|----------------|---------------|-------|---------------------------------------|---|---|--------------------------------|-------|-------------------|----------------|
|  |                |               | Rele  | ease Notific                          | cation  | and Co  | orrective A                    | ction | l                 |                |
| nMLBI  | 12295          | 601Z          |       |                                       | <b>OPERATOR</b> Initial Report I Final Report |   |                                |       |                   |                |
| Name of Company Apache Corporation   |                |               |       |                                       |   | Contact Natalie Gladden   |                                |       |                   |                |
| Address PO Box 1849 Eunice, NM 88231<br>Facility Name NFE #8   |                |               |       |                                       |   | Telephone No. 575-390-4186<br>Facility Type Producer                                    |                                |       |                   |                |
|  |                |               |       |                                       |   |   |                                |       |                   |                |
| Surface Owner Unknown Mineral Owner  |                |               |       |                                       |   | State API No. 3   |                                |       |                   | . 30-015-37356 |
| LOCATION OF RELEASE  |                |               |       |                                       |   |   |                                |       |                   |                |
| Unit Letter  | Section        | Township      | Range | Feet from the                         | North/  | South Line Feet from the East/West Line   |                                |       |                   | County         |
| Е  | 8              | 175           | 31E   | 2310                                  | FNL   |   | 330'                           | FWL   |                   | Eddy           |
| Latitude Longitude   |                |               |       |                                       |   |   |                                |       |                   |                |
| NATURE OF RELEASE  |                |               |       |                                       |   |   |                                |       |                   |                |
|  |                |               |       |                                       |   |   | Volume of Release 7 Volume Rec |       |                   | ecovered 0     |
| Source of Release Flowback   |                |               |       |                                       |   | Date and Hour of Occurrence Date and H  |                                |       | Hour of Discovery |                |
| Was Immediate Nation Circa?  |                |               |       |                                       |   |   | am<br>Whom?                    | 7am   |                   |                |
| Was Immediate Notice Given?       If YES, To Whom?         If YES, To Whom?       If YES, To Whom?   |                |               |       |                                       |   |   |                                |       |                   |                |
| By Whom? Date and  |                |               |       |                                       |   |   | Hour                           |       |                   |                |
| Was a Watercourse Reached?   |                |               |       |                                       |   | If YES, Volume Impacting the Watercourse.   |                                |       | RECEIVED          |                |
| •  |                |               |       |                                       |   | <u> </u>  |                                |       | AUG 11 2011       |                |
| If a Watercourse was Impacted, Describe Fully.*  |                |               |       |                                       |   |   |                                |       | AUUIIZUII         |                |
| While running in the hole with 2 7/8 tubing and packer to locate a possible casing leak, the well was flowing back. Wellhead containment was in place wind got up and fluid was blowing the produced water across location. During the night the hydraulic BOP lost some pressure on rams and some water leaked around the wellhead. BOP leak was fixed.   |                |               |       |                                       |   |   |                                |       |                   |                |
| Describe Area Affected and Cleanup Action Taken.*<br>The well is continued to be pulled, therefore remediation has not taken place yet. Once the pulling unit moves off, the location will be remediated to meet<br>NMOCD Standards for remediations.  |                |               |       |                                       |   |   |                                |       |                   |                |
| 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: Autolic Geladd  |                |               |       |                                       |   | U Signed By Mily Dramus   |                                |       |                   |                |
| Printed Name   | I<br>Natalie C |               | /     | Approved by Environmental Specialist: |   |   |                                |       |                   |                |
| Title: EHS Environmental Tech  |                |               |       |                                       |   | Approval Date AUG 1 7 2011 Expiration Date:   |                                |       |                   |                |
| E-mail Address: natalie.gladden@apachecorp.com Date: 07/1/11 Phone: 575-390-4186   |                |               |       |                                       |   | Conditions of Approval:<br>Remediation per OCD Rules &<br>uidelines. SUBMIT REMEDIATION |                                |       |                   | Attached       |
| Attach Addit   | tional Shee    | ets If Necess | ary   |                                       |   |   | DBMIT REMED<br>OT LATER THA    |       | N                 | 2RP-862        |