

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

NM OIL CONSERVATION

ARTESIA DISTRICT

OCT 24 2016

Form C-141
Revised August 8, 2011

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

RECEIVED

Release Notification and Corrective Action

NAB1629936433

OPERATOR

☒ Initial Report ☐ Final Report

| | | |
|----------------------------------------------|------------------------------|----------------------|
| Name of Company: Apache Corporation 873 | Contact Bruce Baker | |
| Address: 2350 W Marland Blvd Hobbs, NM 88240 | Telephone No. (432) 631-6982 | |
| Facility Name Red Lake K State # 1 Battery | Facility Type: Battery | |
| Surface Owner State | Mineral Owner | API No. 30-015-33740 |

LOCATION OF RELEASE

| | | | | | | | | |
|------------------|---------------|-----------------|--------------|-----------------------|-------------------------|-----------------------|-----------------------|----------------|
| Unit Letter K | Section 28 | Township 17S | Range 28E | Feet from the 1650 | North/South Line FSL | Feet from the 1650 | East/West Line FWL | County Eddy |
|------------------|---------------|-----------------|--------------|-----------------------|-------------------------|-----------------------|-----------------------|----------------|

Latitude N32.8027039 Longitude W104.1840439

NATURE OF RELEASE

| | | |
|------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------|------------------------------------------|
| Type of Release: Oil | Volume of Release 45 barrels of Oil | Volume Recovered 42 barrels of Oil |
| Source of Release: Circulating line | Date and Hour of Occurrence 10/10/2016 | Date and Hour of Discovery 10/10/2016 |
| Was Immediate Notice Given? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom? Mike Bratcher (NMOCD) | |
| By Whom? Bruce Baker | Date and Hour 10/11/2016 via phone and email at 3:09 p.m. | |
| 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.*

A release occurred due to pin hole developed in the steel circulating tank. The oil tank was isolated and vacuum truck was dispatched to pick-up standing oil. The line was replaced.

Describe Area Affected and Cleanup Action Taken.* The majority of the release affected the pasture south of the battery.

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: Bruce Baker | OIL CONSERVATION DIVISION | |
| Printed Name: Bruce Baker | Approved by Environmental Specialist: H2 | |
| Title: Environmental Technician | Approval Date: 10/25/16 | Expiration Date: N/A |
| E-mail Address: larry.baker@apachecorp.com | Conditions of Approval: | |
| Date: 10/24/2016 Phone: (432) 631-6982 | Remediation per O.C.D. Rules & Guidelines <input type="checkbox"/> | |

SUBMIT REMEDIATION PROPOSAL NO
LATER THAN: 11/26/16

* Attach Additional Sheets If Necessary

2RP-3960

Patterson, Heather, EMNRD

From: Baker, Larry <Larry.Baker@apachecorp.com>
Sent: Monday, October 24, 2016 10:14 AM
To: Bratcher, Mike, EMNRD; Patterson, Heather, EMNRD
Cc: 'agroves@slo.state.nm.us'
Subject: Red lake K State Battery 1 initial C-141s
Attachments: Red Lake K State Battery 1 10-4-16.pdf; Red Lake K State Battery 1 10-10-16.pdf

All,

Please find the attached C-141 for the two releases that occurred at the above referenced site. Please let me know if you have any questions or wish to discuss. Thanks and have a good day.

Bruce Baker
Apache Corporation
Environmental Technician
Northwest District
Email: larry.baker@apachecorp.com
Mobile: 432-631-6982

Bratcher, Mike, EMNRD

From: Baker, Larry <Larry.Baker@apachecorp.com>
Sent: Tuesday, October 11, 2016 3:09 PM
To: Bratcher, Mike, EMNRD; Patterson, Heather, EMNRD; agroves@slo.state.nm.us
Subject: Red lake 28 K State Battery

All,

Yesterday Apache had a release due to pin hole in the circulating line resulting in the release of 45 barrels of oil and recovered 40 barrels of oil. The majority of the release is in the pasture south of the battery. The release is located in UL K Sect 28 17S R28E. Nearest well API # 30-15-33740. Please let me know if you have any questions or concerns. Thanks and have a good day.

Bruce Baker
Apache Corporation
Environmental Technician
Northwest District
Email: larry.baker@apachecorp.com
Mobile: 432-631-6982