

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 87501

State of New Mexico
Energy Minerals and Natural Resources

Form C-141

Revised October 10, 2003

Submit 2 Copies to appropriate

District Office in accordance

with Rule 116 on back

side of form

Release Notification and Corrective Action

OPERATOR

Initial Report

Final Report

Name of Company	Apache Corp.	Contact	Mike Warren
Address	Drawer D, Monument, NM	Telephone No.	505-393-2144
Facility Name	JR Phillips #7	Facility Type	Flowline at Well

Surface Owner	Red Byrd	Mineral Owner	API #	30-025-04136
---------------	----------	---------------	-------	--------------

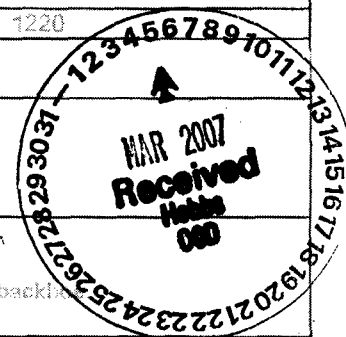
LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
NE	I	20S	36E	1880'	FNL	760'	FEL	Lin

Latitude 32°36.261 Longitude 103°12' 10"

NATURE OF RELEASE

Type of Release	Produced Water	Volume of Release	140 bbls	130 bbls
Source of Release	Flowline	Date/Hour of Occurrence	2/14/2007	Date /Hour of Discovery
Was Immediate Notice Given?	X YES No	If Yes, To Whom?	Gary Wink, OCD, Hobbs	
By Whom?	Gary Stevenson	Date and Hour	2-15-07 1220	
Was a Watercourse Reached?	Yes X No	If YES, Volume Impacting the Watercourse.		
If a Watercourse was Impacted, describe Fully*				
Describe Cause of Problem and Remedial Action Taken.*				
Flowline split. Picked up 130 bbls of produced water. Back dragged location with backhoe.				
Describe Area Affected and Cleanup Action Taken.*				
10.7' x 150' all on location. Hungry Horse contacted.				



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>Guinn Burks</i>	Oil Conservation Division	
Printed Name: Guinn Burks	Approved by the District Supervisor: <i>Enrico Engle</i>	
Title: Environmental Coordinator	Approval Date: 3.6.07	Expiration Date: 5.6.07
Email Address: guinn.burks@apachecorp.com	Conditions of Approval:	Attached
Date: 2/15/2007 Phone: 505-441-4941	① Horiz & Vertical delineation ② CHLORIDE OF WATER	

*Attach Additional Sheets if Necessary

incident - n PAC 0708026104
application - PAC 0708026191

③ SAMPLE & WORKPLAN
SUBMITTAL FOR OCD APPROVAL 1RP # 1205
④ FINAL REPORT & C-141 upon
COMPLETION