District I 1625 N. French Dr., Hobbs, NM 88240 District II

District III

811 S. First St., Artesia, NM 88210

1000 Rio Brazos Road, Aztec, NM 87410

State of New Mexico HOBBS OCTENERGY Minerals and Natural Resources

Oil Conservation Division 1220 South St. Francis Dr. Revised August 8, 2011

Form C-141

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

1220 S. St. Francis Dr., Santa Fe, NM 87505JAN 03 2013 Santa Fe, NM 87505 Release Notification and Corrective Action **OPERATOR** ☐ Initial Report Final Report Contact Natalie Gladden Name of Company Apache Corporation Address PO Box 1849, Eunice NM 88231 Telephone No. 575-390-4186 Facility Name Lockhart B13 A SWD (nearest well #1) Facility Type SWD Mineral Owner BLM/State API No. 30-025-06555 Surface Owner BLM LOCATION OF RELEASE North/South Line Unit Letter Township Feet from the Feet from the East/West Line County Section Range Μ 13 21S 37E 660 FSL 660 **FWL** Lea Latitude Longitude **NATURE OF RELEASE** Volume Recovered 15 Type of Release Produced water Volume of Release 18 Source of Release Ceramic plunger Date and Hour of Occurrence Date and Hour of Discovery 12/22/2012 1030am Same If YES, To Whom? Was Immediate Notice Given? ☐ Yes ☒ No ☐ Not Required Geoffrey Leking/James Amos Date and Hour 12/27/12 615am By Whom? Natalie Gladden Was a Watercourse Reached? If YES, Volume Impacting the Watercourse. ☐ Yes 🖾 No If a Watercourse was Impacted, Describe Fully.* Describe Cause of Problem and Remedial Action Taken.* The ceramic plunger broke on the triplex pump due to freezing weather. All fluid was released inside the containment area. Fluid was recovered by usage of vacuum truck. Initial samples have been taken to determine the remediation plan. Describe Area Affected and Cleanup Action Taken.* This facility does not have a liner. A remediation plan will be submitted to the NMOCD/BLM and all guidelines will be followed to closure. 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. ERVATION DIVISION Vaddon Signature: Approved by Environmental Specialist Printed Name: Natalie Gladden Expiration Date: 63/13/13 Approval Date: 01/13/13 Title: Sr. Environmental Tech Conditions of Approval: SVB WW FUNAL E-mail Address: natalie.gladden@apachecorp.com Attached \square

C-141 BY 3/13/13

Date: 12/27/2012

Phone: 575-390-4186

NSAD1417757726

1RP=06-14-3076

^{*} Attach Additional Sheets If Necessary



Internal Incident Report - Spill/Release

HOBBS OCD

DEC 2 7 2012

RECEIVED

Production Area: Eunice North

Location: Lockhart B13 A SWD

District: New Mexico

Production Foreman: James Pyle

Pumper: Johnny Lopez

Date: 12/22/2012

Time: 10:30am

One Line Summary: Ceramic plunger broke on triplex pump due to freezing weather.

Full summary: The ceramic plunger broke on the triplex pump. The pump is located between the tank and the disposal well. The release area is all within the containment walls of this SWD. This triplex pump starts and stops its own operation based on tank level set points. This triplex pump has three plungers which actuate the pump to transfer fluid out of the tanks. When the plunger broke, produced water began to release inside the containment area. The pump was found not to be operational at the time the leak was found. Approximately 18bbls of produced water was released. Approximately 15bbls of produced water was recovered.

Remediation Plan:

This facility does not have a surface liner therefore we will formulate a remediation plan and submit to the NMOCD for approval. The initial assessment will be completed on 12/26/2012 and a Risk Based Closure will be submitted on behalf of Apache Corporation, requesting that only 6" of contaminated soil be excavated at this time to ensure the integrity of the tanks and vessels, with the condition that when this facility is decommissioned that Apache Corporation will remediate to NMOCD Standards.

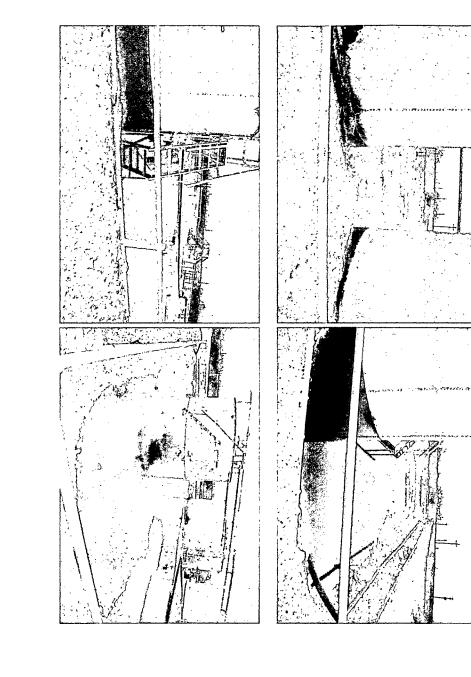
Root cause of incident:

The plunger froze and broke due to freezing temperatures.

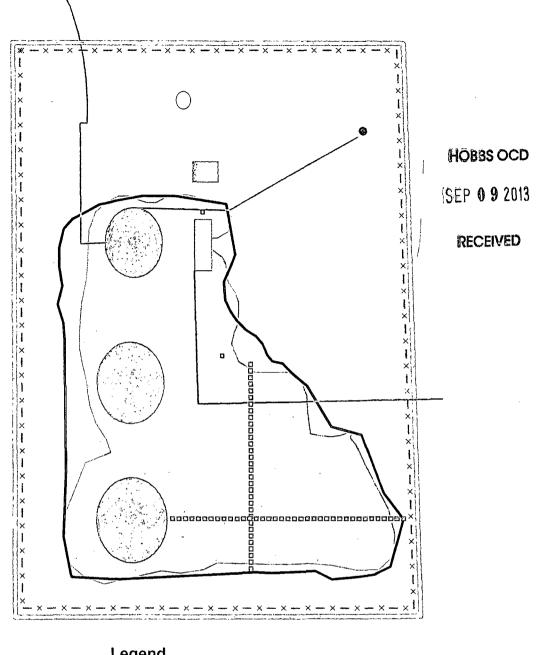
Corrective Actions:

• The plunger has been replaced and system has been tested to proper working order.

Reported by: Natalie Gladden (575-390-4186)



Proposed Hydro Vac Trench

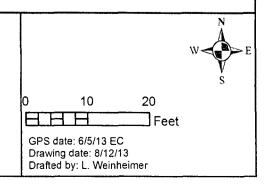


Legend

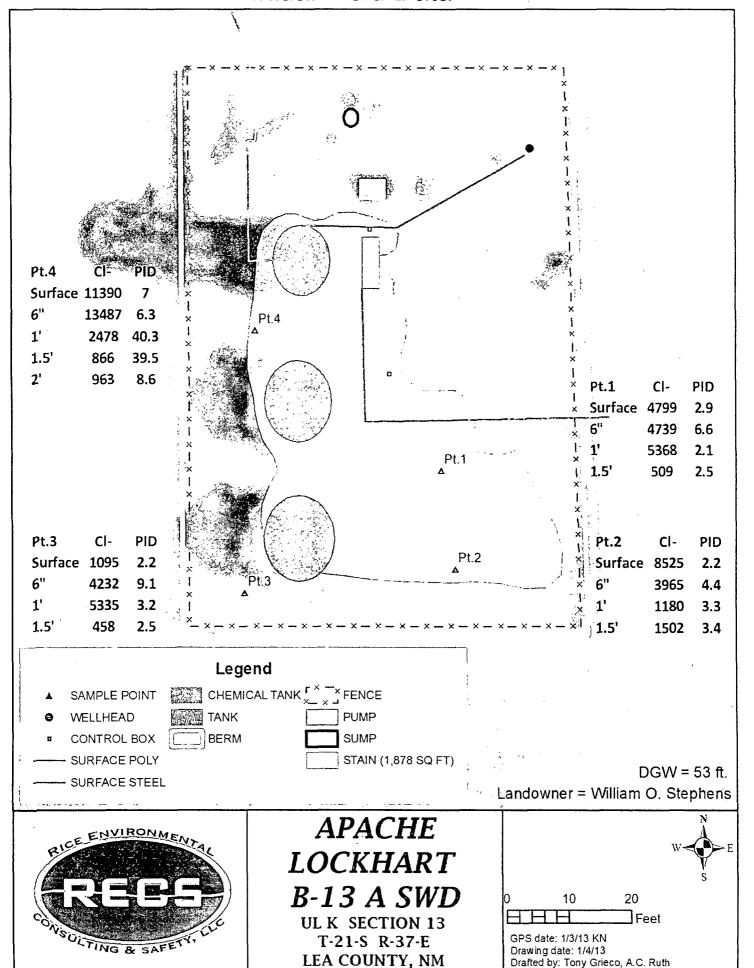
9	WELLHEAD	 SURFACE POLY		CHEMICAL	TANK ,	x — x د x ـــ	FENCE		
13	CONTROL BOX	 SURFACE STEEL		TANK			PUMP		
	PROPOSED	 SCRAPE	3	BERM			SUMP		
	HYDRO VAC TRENCH						STAIN (1,878 SQ I	=T)	DGW = 53 ft.
							Landowne	er = William	O. Stephens



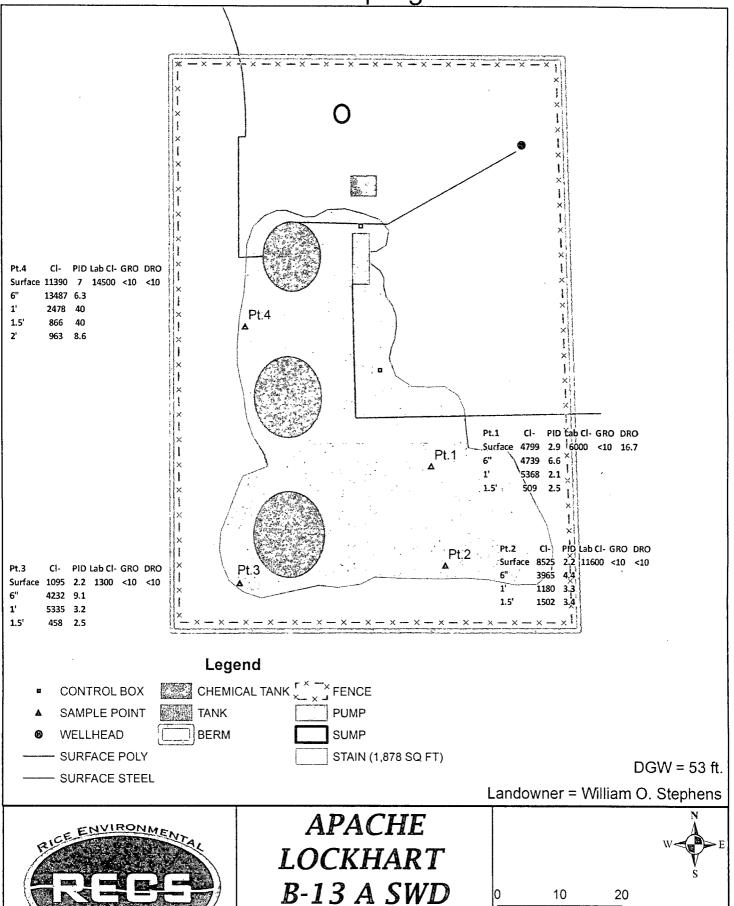
APACHE LOCKHART B-13 A SWD



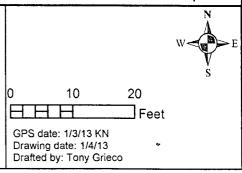
Initial Field Data



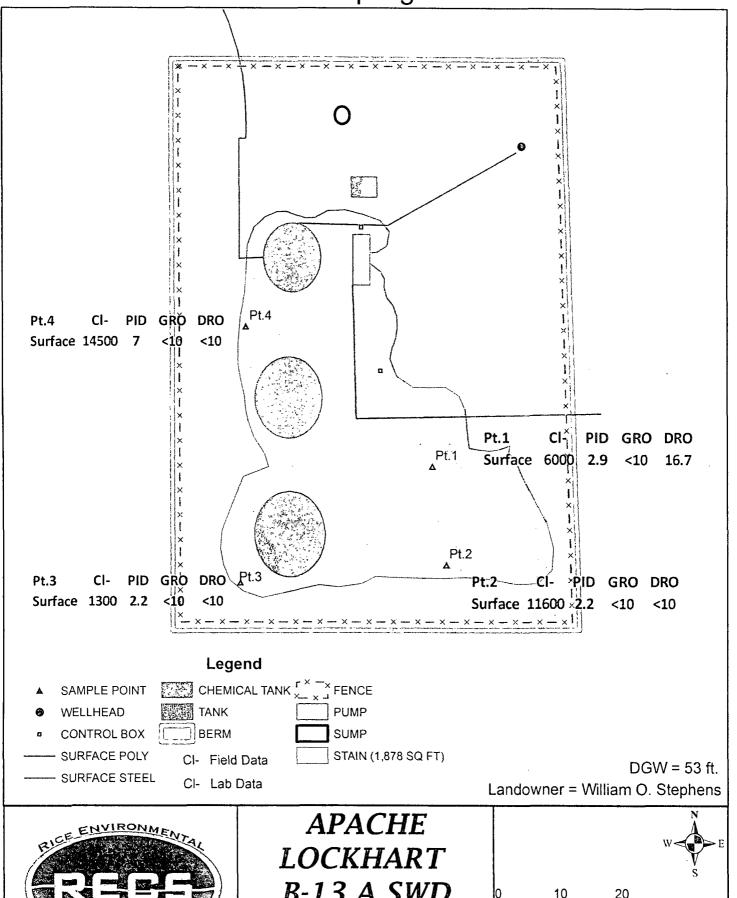
Initial Sampling Data





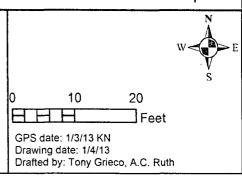


Initial Sampling Data

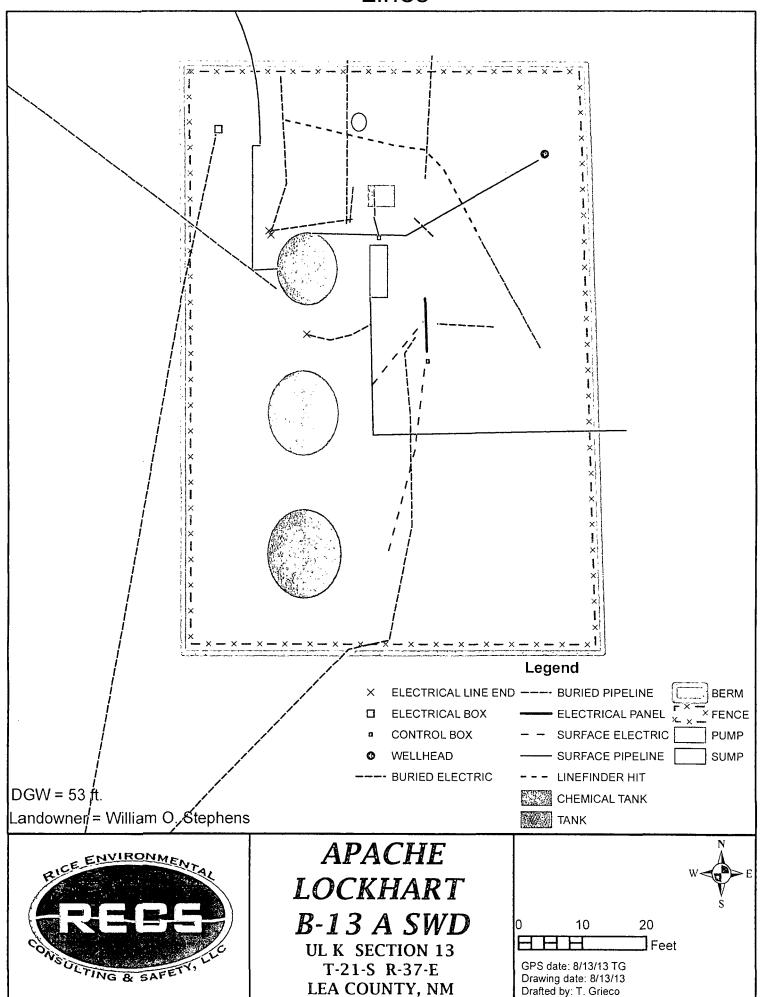




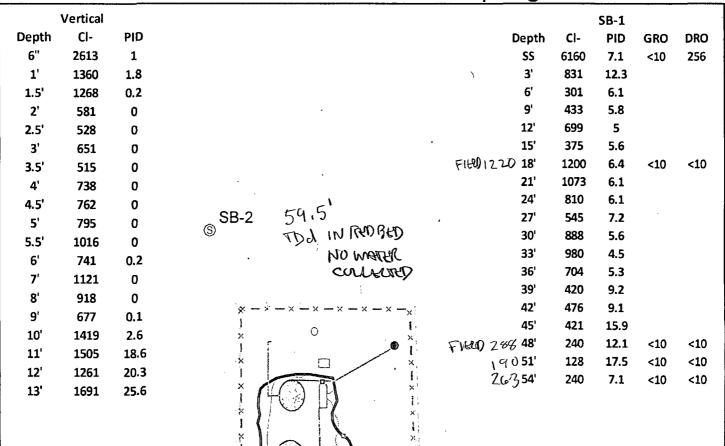
B-13 A SWD



Lines

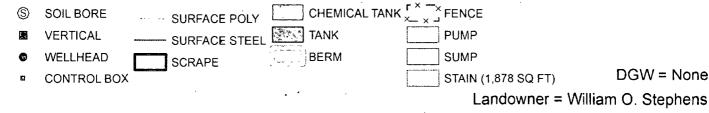


Vertical and Soil Bore Sampling Data



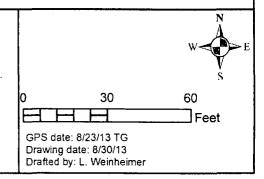
Legend

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APACHE LOCKHART B-13 A SWD



Arc Environmental

P. O. Box 1772 Lovington, New Mexico 88260 (575) 631-9310 Rozanne Johnson ~ rozanne@valornet.com

September 3, 2013

Mr. Hack Conder RICE Environmental Consulting and Safety 112 West Taylor Hobbs, New Mexico 88240

Re: Apache Lockhart B #13A SWD

Mr. Conder,

On Saturday August 31, 2013 soil bore #2 at the Apache Lockhart B #13A SWD, Lea County T21S, R37E, Sec 13 Unit Letter K was checked with a Solinist Water Level Meter for water accumulation within the borehole. The meter indicated no water accumulation within the borehole at the total depth of 59.4 feet.

Sincerely, *Arc Environmental*

Rozanne Johnson

Rozanne Johnson

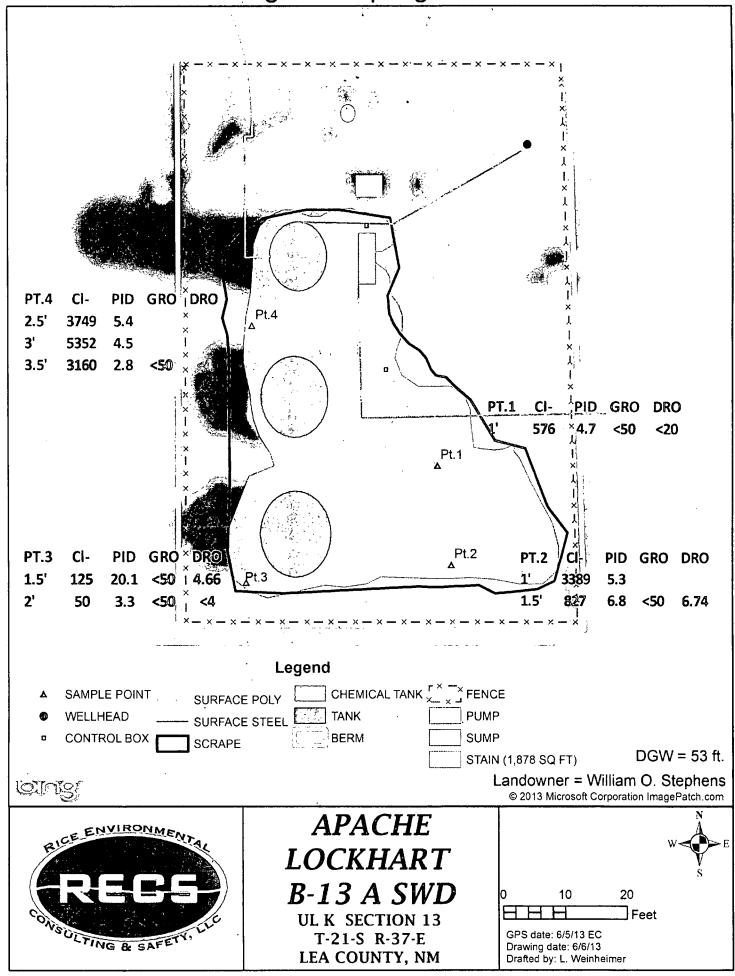
Electronic Copy:

Hack Conder

Katie Jones

Lara Weinheimer

Augur Sampling Data



Final Sampling Data

