

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 87505

State of New Mexico  
Energy Minerals and Natural Resources

Oil Conservation Division  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

HOBBS OCD

Form C-141  
Revised October 10, 2003

SEP 04 2014 Unit 2 Copies to appropriate  
District Office in accordance  
with Rule 116 on back  
side of form

RECEIVED

Release Notification and Corrective Action

OPERATOR

☐ Initial Report ☒ Final Report

|                 |                                     |               |                     |
|-----------------|-------------------------------------|---------------|---------------------|
| Name of Company | Apache Corp.                        | Contact       | Bruce Baker         |
| Address         | PO BOX 1849, Eunice, NM 88231       | Telephone No. | (432) 631-6982      |
| Facility Name   | White Owl Battery (nearest well #1) | Facility Type | Production Facility |
| Surface Owner   | Unknown                             | Mineral Owner | State of NM         |
|                 |                                     | Lease No.     | 30-025-36689        |

LOCATION OF RELEASE

|             |         |          |       |               |                  |               |                |        |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
| D           | 2       | 20S      | 38E   | 582           | FNL              | 330           | FWL            | Lea    |

Latitude \_\_\_\_\_ Longitude \_\_\_\_\_

NATURE OF RELEASE

|  |   |   |                 |                            |         |
|--|---|---|-----------------|----------------------------|---------|
| Type of Release  | Oil   | Volume of Release                         | 150 bbl         | Volume Recovered           | 75 bbl  |
| Source of Release  | Swedge failure  | Date and Hour of Occurrence               | 2/15/12         | Date and Hour of Discovery | 2/15/12 |
| Was Immediate Notice Given?  | <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom?                          | Geoffrey Leking |                            |         |
| By Whom?   | Natalie Gladden   | Date and Hour                             | 2/15/12 4:49 pm |                            |         |
| 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.*<br>Swedge on circulating line cracked due to corrosion and caused fluid to release inside and outside of containment walls.  |   |   |                 |                            |         |
| Describe Area Affected and Cleanup Action Taken.*<br>The leak affected area within the earthen berm and also outside the berm onto the caliche pad for the unit well #001. Impacted soils were removed to a NMOCD approved disposal facility. Representative soil samples were collected from the excavations and sent to a commercial laboratory for chloride and TPH confirmation. The excavations were backfilled with clean caliche and leveled.   |   |   |                 |                            |         |
| 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. |   |   |                 |                            |         |

OIL CONSERVATION DIVISION

|  |   |                        |
|--|---|------------------------|
| Signature: <i>Bruce Baker</i>              | Approved by District Supervisor: <i>Emile Spahr</i> |                        |
| Printed Name: Bruce Baker                  | Approval Date: 9-4-14                               | Expiration Date: _____ |
| Title: Environmental Tech                  | Conditions of Approval: _____                       |                        |
| E-mail Address: larry.baker@apachecorp.com | Attached <input type="checkbox"/>                   |                        |
| Date: 8-30-13 Phone: (432) 631-6982        | 12P 3307  |                        |

\* Attach Additional Sheets If Necessary

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SEP 05 2014