

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

Form C-141
Revised June 10, 2003

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

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 Corporation	Contact	Natalie Gladden
Address	P.O. Box 1849 Eunice, NM 88231	Telephone No.	575-390-4186
Facility Name	Lockhart B-14 004	Facility Type	Tank Battery

Surface Owner	Private - Lucille Bryant	Mineral Owner		API No.	30-025-06576
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LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from North Line	Feet from East Line	Longitude-W	Latitude-N	County
H	14	21S	37E			103.1283	32.4812	Lea

NATURE OF RELEASE

Type of Release	Volume of Release	Volume Recovered
Crude Oil and Produced Water	Greater than 25 bbl	0 bbl
Source of Release	Date and Hour of Occurrence	Date and Hour of Discovery
Produced Water Tank or Flowline	Unknown	Unknown
Was Immediate Notice Given?	If YES, To Whom?	
<input type="checkbox"/> YES <input type="checkbox"/> NO <input type="checkbox"/> Not Required	NA	
By Whom?	Date and Hour	
Was a Watercourse Reached?	If YES, Volume Impacting the Watercourse	
<input type="checkbox"/> YES <input checked="" type="checkbox"/> NO	NA	
If a Watercourse was Impacted, Describe Fully*		

Describe Cause of Problem and Remedial Action Taken. *

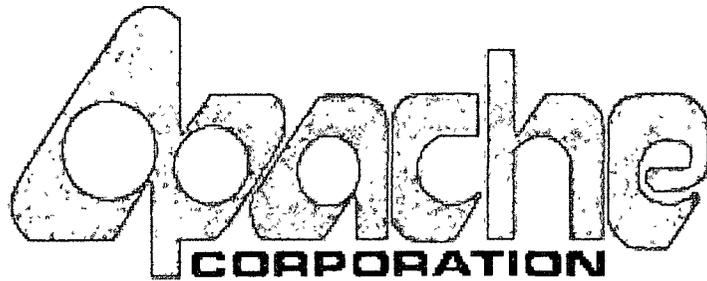
This is an abandoned well and battery site. The nature and extent of subsurface contamination indicates significant produced water leakage over time, either from a storage tank or pipeline.

Describe Area Affected and Cleanup Action Taken. *

Approximately 5600-ft² X 25+-ft depth was contaminated with hydrocarbons, produced water (chlorides) and iron sulfide (from H₂S reaction with iron in soil). Remediation and abandonment performed by Elke Environmental - Hobbs. Remedial Action Levels achieved by removal and blending. Site was closed with a "Risk Based" protocol utilizing a 12-mil overlapping liner system

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:	OIL CONSERVATION DIVISION	
Printed Name: Natalie Gladden		
Title: Environmental Tech - Permian Basin West	Approved by District Supervisor ENVIRONMENTAL ENGINEER	
E-Mail Address: Natalie.Gladden@usa.apachecorp.com	Approval Date: 10-16-08	Expiration Date: _____
Date: 9/29/2008 Phone: 575-390-4186	Conditions of Approval: RP# 1710	<input type="checkbox"/> Attached



LOCKHART B-14 004 BATTERY

C141 CLOSURE REPORT

API 30-025-06576

UL-H (SE¼ OF THE NE¼) OF SECTION 14 T21S R37E

LATITUDE: N 32° 28.870' LONGITUDE: W 103° 07.700'

~3.5 MILES NE (BEARING 30°) OF EUNICE

LEA COUNTY, NEW MEXICO

NMOCD RP # 1710

September 29, 2008

PROJECT COMPLETED FOR APACHE CORPORATION BY:

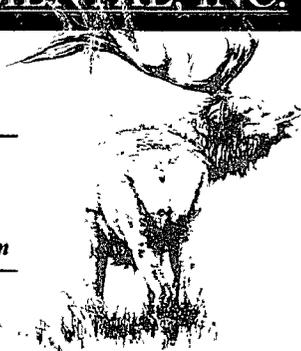
ELKE ENVIRONMENTAL, INC.	
Pit Closures • Site Remediation Site Reclamation • Consulting	<i>PO Box 1830 3506 West County Rd Hobbs, NM 88241</i>
	<i>Office: 575-738-0138</i>
	<i>Cell: 575-631-3277</i>
	<i>Fax: 575-738-0140</i>
	<i>E-mail: jcgood4614@aol.com</i>
	JOHN GOOD PROJECT MANAGER—CONSULTANT
	

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1.0 Project Summary

Release Site Name: Lockhart B-14 004 Battery
Operating Company: Apache Corporation
Company Representative: Natalie Gladden, Environmental Tech Phone: 575-390-4186
Address: PO Box 1849, Eunice, NM 88231 Email: Natalie.Gladden@usa.apachecorp.com
Remediation Company: ELKE Environmental, Inc. - Hobbs Phone: 575-738-0138

SITE SPECIFIC DATA:

Legal Description: Lea County, New Mexico UL-H Section 14 T21S R37E
General Location: 3.5 miles NE (30°) of Eunice, NM.
Latitude: N32° 28.870' Longitude: W103° 07.700' Elevation: 3,475-ft amsl
Land Ownership: Private
Ground Water Elevation: >150'
Water Wells within 1000-ft: None Surface Water within 1000-ft: None

RELEASE SPECIFIC DATA:

Date and Time of Release(s): Unknown (historical release)
Material Released: Crude Oil and Produced Water
Volume Released: >25-bbl Volume Recovered: 0-bbl
Cause of Release: Leaking storage tank and/or flow line
Release Affected Area: ~5,625-ft² (75' X 75')
Depth of Contamination: >25-ft bgs
NMOCD Site Ranking: 0 (ground water >100' below lowest contamination)

Remediation Action Levels: TPH: 5000-ppm; Benzene: 10-ppm; BTEX: 50-ppm; Cl – 250-ppm

REMEDIATION:

Approximately 6-inches of contaminated soil (~100-yd³) was removed from surface of the abandoned battery at the east end of the location and stockpiled on the west side for disposal. The bottom of this battery area was sampled at 5 points yielding undetectable TPH and chloride levels in the range 80 to 320-ppm. 2300-yd³ of visibly contaminated soil was excavated from the highly contaminated center of the west release area (50' X 50' X 20' depth) and disposed of at J&L Land Farm. After field analyses of the bottom and sides of the 20-ft excavation, it was extended to a depth of 24-ft bgs with a 75' X 75' surface dimension. The 24-ft bottom was sampled at 2 points and the sidewalls were sampled at 6 points. Analytical results indicated that the TPH had been eliminated from the bottom and sidewalls, the chlorides had been eliminated from the sidewalls. The chlorides, however, had increased at the 24-ft bottom to 3600-ppm. This excavated soil was stockpiled and blended with clean backfill (2320-yd³) obtained from J&L Land Farm. Six (6) random samples of this blended backfill material were submitted to Cardinal Laboratories and analyzed for TPH and chlorides. Results were consistent in the ranges 1400 to 2000-ppm TPH and 500 to 600-ppm total chlorides. With NMOCD approval, the excavation was backfilled with the blended material and then lined with an 85' X 85' (5-ft overlap on all sides) 20-mil polyethylene liner at the 4-ft bgs level. The liner was then covered up to surface level with clean topsoil salvaged from the east portion of the location.

2.0 Detailed Site Description

2.1 Geological Description

The United States Geological Survey (USGS) Ground-Water Report 6, "Geology and Ground-Water Conditions in Southern Lea County, New Mexico," A. Nicholson and A. Clebsch, 1961, describes the near surface geology of southern Lea County as "an intergrade of the Quaternary Alluvium (QA) sediments, i.e., fine to medium sand, with the mostly eroded Cenozoic Ogallala (CO) formation. Typically, the QA and CO formations in the area are capped by a thick interbed of caliche and generally overlain by sandy soil." The release site is located in the Eunice Plain physiographic subdivision, described by Nicholson & Clebsch as "covered almost entirely by reddish-brown dune sand. In some places the underlying surface consists of alluvial sediments – most commonly calcareous silt in buried valleys or Quaternary lake basins. It has a general southeast slope toward Monument Draw." The sand cover is generally 2 to 5-ft thick, but can be 20 – 30-ft thick in localized drift areas.

2.2 Ecological Description

The area is typical of the Upper Chihuahuan Desert Biome consisting primarily of hummocky sand hills covered with Harvard Shin Oak (*Quercus harvardi*) interspersed with Honey Mesquite (*Prosopis glandulosa*) along with typical desert grasses, flowering annuals and flowering perennials. Mammals represented, include Orrd's and Merriam's Kangaroo Rat, Deer Mouse, White Throated Wood Rat, Cottontail Rabbit, Black Tailed Jackrabbit, Mule Deer, Bobcat, Red Fox and Coyote. Reptiles, Amphibians, and Birds are numerous and typical of the area. A survey of Listed, Threatened, or Endangered species was not conducted.

2.3 Area Ground Water

Based on the Chevron-Texaco contour map (*Plate 4 of Attachments*), depth to ground water is indicated to be 25-ft to 50-ft below ground surface (bgs). Based on evidence provided by the drilling foreman of a rig working concurrently with this project, no ground water exists in this area. There is an abandoned windmill approximately 2200-ft east of the site that is dry. The area west of SH18 was surveyed for windmills and none were found. The data used to plot the contour map for this area is historical and probably not valid for the purpose of generating a computer plot of water depth.

2.4 Area Water Wells

There are no recorded or observed water wells within 1000 horizontal feet of the site.

2.5 Area Surface Water Features

No permanent surface water bodies exist within 1000 horizontal feet of the site.

3.0 Contaminant and Size of Area

The primary Contaminants of Concern (COCs) were petroleum hydrocarbons and total chlorides resulting from the long term release of storage tank and/or flow line contents. The contaminated area was ~5,600-ft² on the west side of the abandoned facility.

4.0 NMOCD Site Ranking

Contaminant delineation and site evaluation work done at this site indicate that the chemical parameters of the soil and the physical parameters of the ground water were characterized consistent with the characterization and remediation/abatement goals and objectives set forth in the following New Mexico Oil Conservation Division (NMOCD) publications:

- *Guidelines for Remediation of Leaks, Spills and Releases (August 13, 1993)*
- *Unlined Surface Impoundment Closure Guidelines (February 1993)*

Acceptable thresholds for contaminants/constituents of concern (CoCs), i.e., TPH^{8015m}, Benzene, and the mass sum of Benzene, Toluene, Ethyl Benzene, and total Xylenes (BTEX⁸²⁶⁰), was determined based on the NMOCD Ranking Criteria as follows:

- *Depth to Ground water, i.e., distance from the lower most acceptable concentration to the ground water.*
- *Wellhead Protection Area, i.e., distance from fresh water supply wells.*
- *Distance to Surface Water Body, i.e., horizontal distance to all down gradient surface water bodies.*

Based on the proximity of the site to area water wells, surface water bodies, and depth to ground water from the lower most contamination, the NMOCD ranking score for the site is 0 points with the soil remedial goals highlighted in the Site Ranking Table.

SITE RANKING TABLE

1. GROUND WATER		2. WELLHEAD PROTECTION		3. DISTANCE TO SURFACE WATER	
DEPTH TO GW <50 FEET: 20 POINTS		IF <1000' FROM WATER SOURCE, OR; <200' FROM PRIVATE DOMESTIC WATER SOURCE: 20 POINTS		<200 HORIZONTAL FEET: 20 POINTS	
DEPTH TO GW 50 TO 99 FEET: 10 POINTS				200-1000 HORIZONTAL FEET: 10 POINTS	
DEPTH TO GW >100 FEET: 0 POINTS		IF >1000' FROM WATER SOURCE, OR; >200' FROM PRIVATE DOMESTIC WATER SOURCE: 0 POINTS		>1000 HORIZONTAL FEET: 0 POINTS	
GROUND WATER SCORE = 0		WELLHEAD PROTECTION SCORE = 0		SURFACE WATER SCORE = 0	
SITE RANK (1+2+3) = 0 + 0 + 0 = 0 POINTS					
TOTAL SITE RANKING SCORE AND ACCEPTABLE REMEDIAL GOAL CONCENTRATIONS					
PARAMETER	20+	10		0	
BENZENE	10 PPM	10 PPM		10 PPM	
BTEX	50 PPM	50 PPM		50 PPM	
TPH	100 PPM	1000 PPM		5000 PPM	

5.0 Remediation Process

Approximately 6-inches of contaminated soil (~100-yd³) was removed from surface of the abandoned battery at the east end of the location and stockpiled on the west side for disposal. The bottom of this battery area was sampled at 5 points yielding undetectable TPH and chloride levels in the range 80 to 320-ppm. 2300-yd³ of visibly contaminated soil was excavated from the

highly contaminated center of the west release area (50' X 50' X 20' depth) and disposed of at J&L Land Farm. After field analyses of the bottom and sides of the 20-ft excavation, it was extended to a depth of 24-ft bgs with a 75' X 75' surface dimension. The 24-ft bottom was sampled at 2 points and the sidewalls were sampled at 6 points. Analytical results indicated that the TPH had been eliminated from the bottom and sidewalls, the chlorides had been eliminated from the sidewalls. The chlorides, however, had increased at the 24-ft bottom to 3600-ppm. This excavated soil was stockpiled and blended with clean backfill (2320-yd³) obtained from J&L Land Farm. Six (6) random samples of this blended backfill material were submitted to Cardinal Laboratories and analyzed for TPH and chlorides. Results were consistent in the ranges 1400 to 2000-ppm TPH and 500 to 600-ppm total chlorides. With NMOCD approval, the excavation was backfilled with the blended material and then lined with an 85' X 85' (5-ft overlap on all sides) 20-mil polyethylene liner at the 4-ft bgs level. The liner was then covered up to surface level with clean topsoil salvaged from the east portion of the location.

Based upon the information and data presented within this C141 Closure Document, Apache Corporation requests that NMOCD require “no further action” regarding the historical hydrocarbon and produced water releases at the Lockhart B-14 004 Well and Battery location.

ATTACHMENTS

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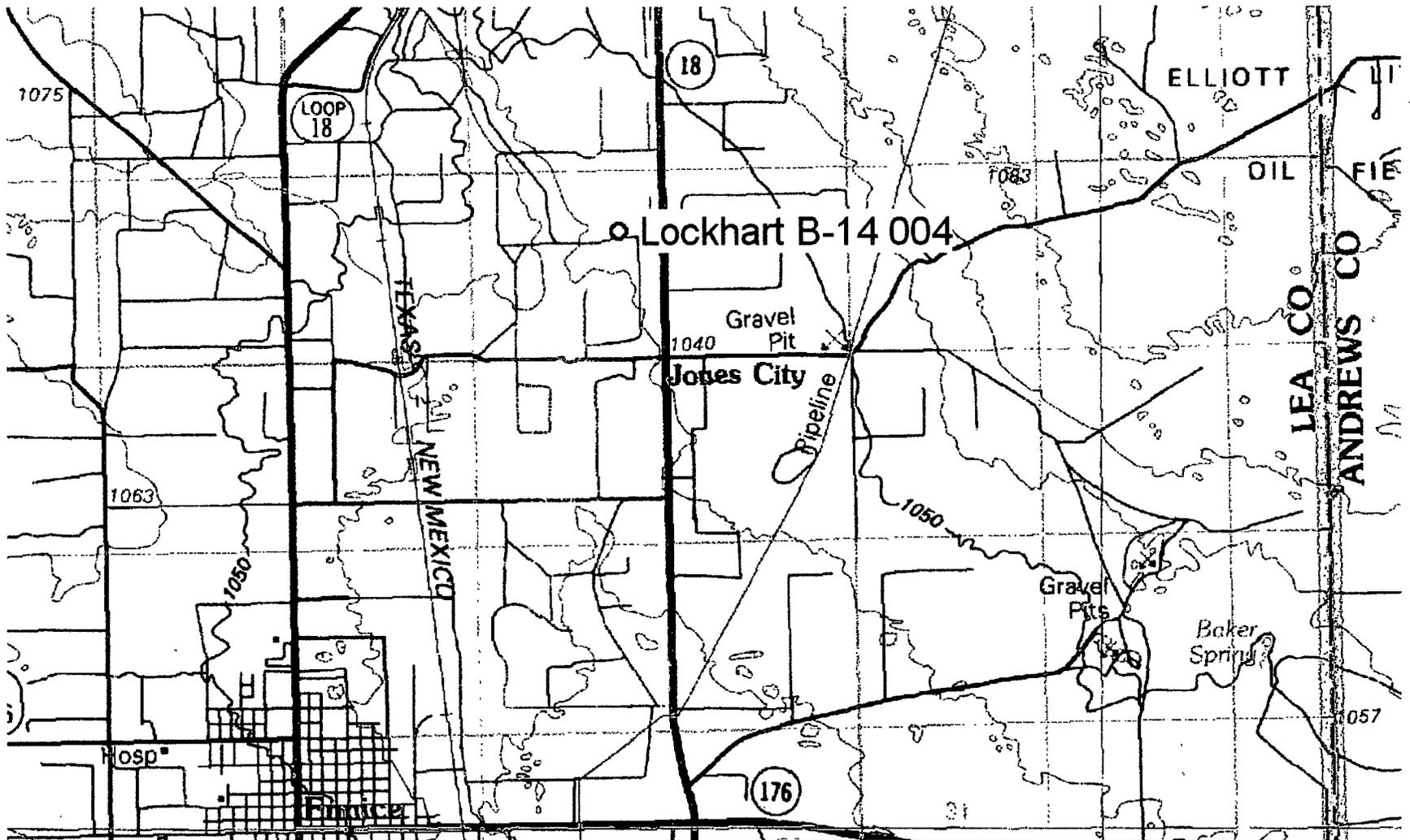


Plate 1
 Release Site Location
 Apache Corporation
 Lockhart B-14 004

Lea County, New Mexico
 UL-H SECTION 14 T21S R37E
 N 32° 28.870', W 103° 7.700'
 Elevation: ~3418-ft amsl

Drawing by: John Good
 August - 2008

SCALE:
 0 Feet 8000

Rev: 1

Oil Wells

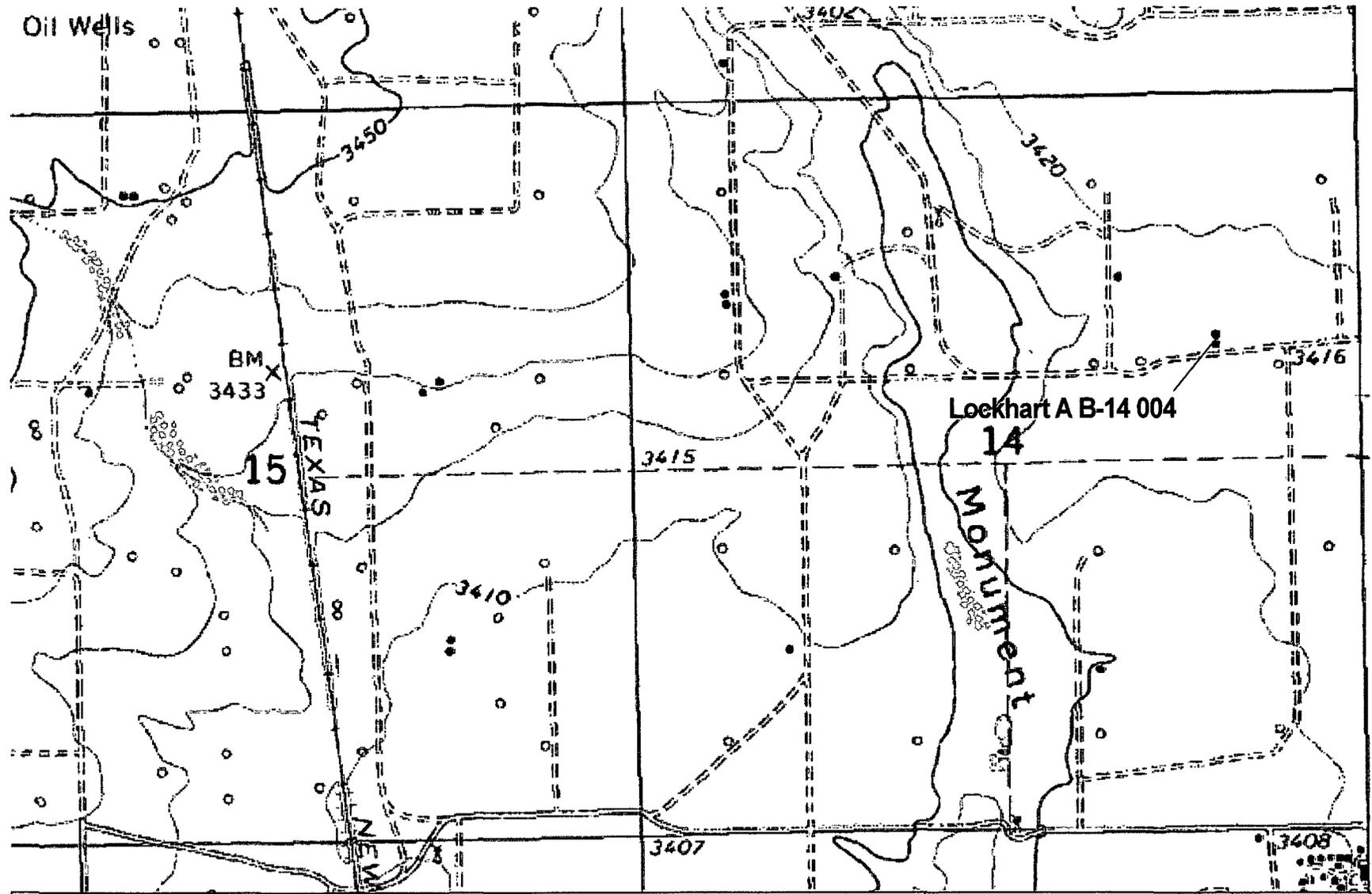
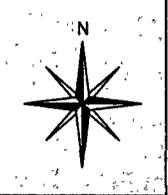


Plate 2
 Release Site Topography
 Apache Corporation
 Lockhart B-14 004

Lea County, New Mexico
 UL-H SECTION 14 T21S R37E
 N 32° 28.870', W 103° 7.700'
 Elevation: ~3418-ft amsl

Drawing by: John Good
 August - 2008
 Rev. 1
 SCALE:
 0 Feet 2000





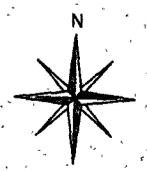
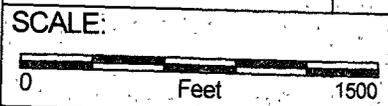
Lockhart AB-14.004

Plate 3
Release Site Aerial Photograph
Apache Corporation
Lockhart B-14 004

Lea County, New Mexico
UL-H SECTION 14 T21S R37E
N 32° 28.870', W 103° 7.700'
Elevation: ~3418-ft amsl

Drawing by: John Good
August - 2008

Rev:
1



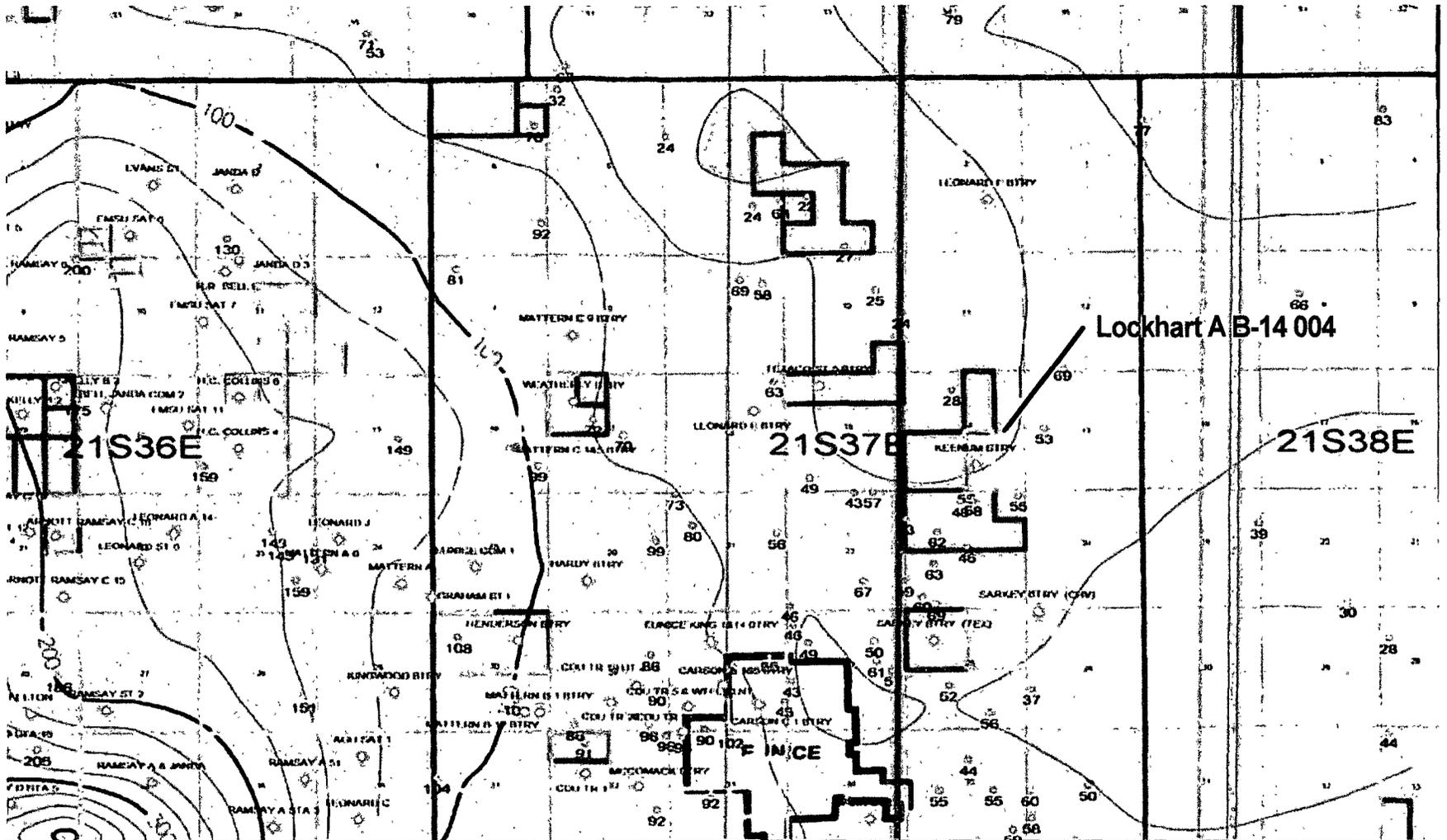
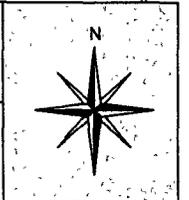


Plate 4
 Water Elevation Contour Map
 Apache Corporation
 Lockhart B-14 004

Lea County, New Mexico
 UL-H SECTION 14 T21S R37E
 N 32° 28.870', W 103° 7.700'
 Elevation: ~3418-ft amsl

Drawing by: John Good
 August - 2008
 Rev: 1
 SCALE:
 0 Feet 12000



10 Apache Lockhart B-14 004 Battery

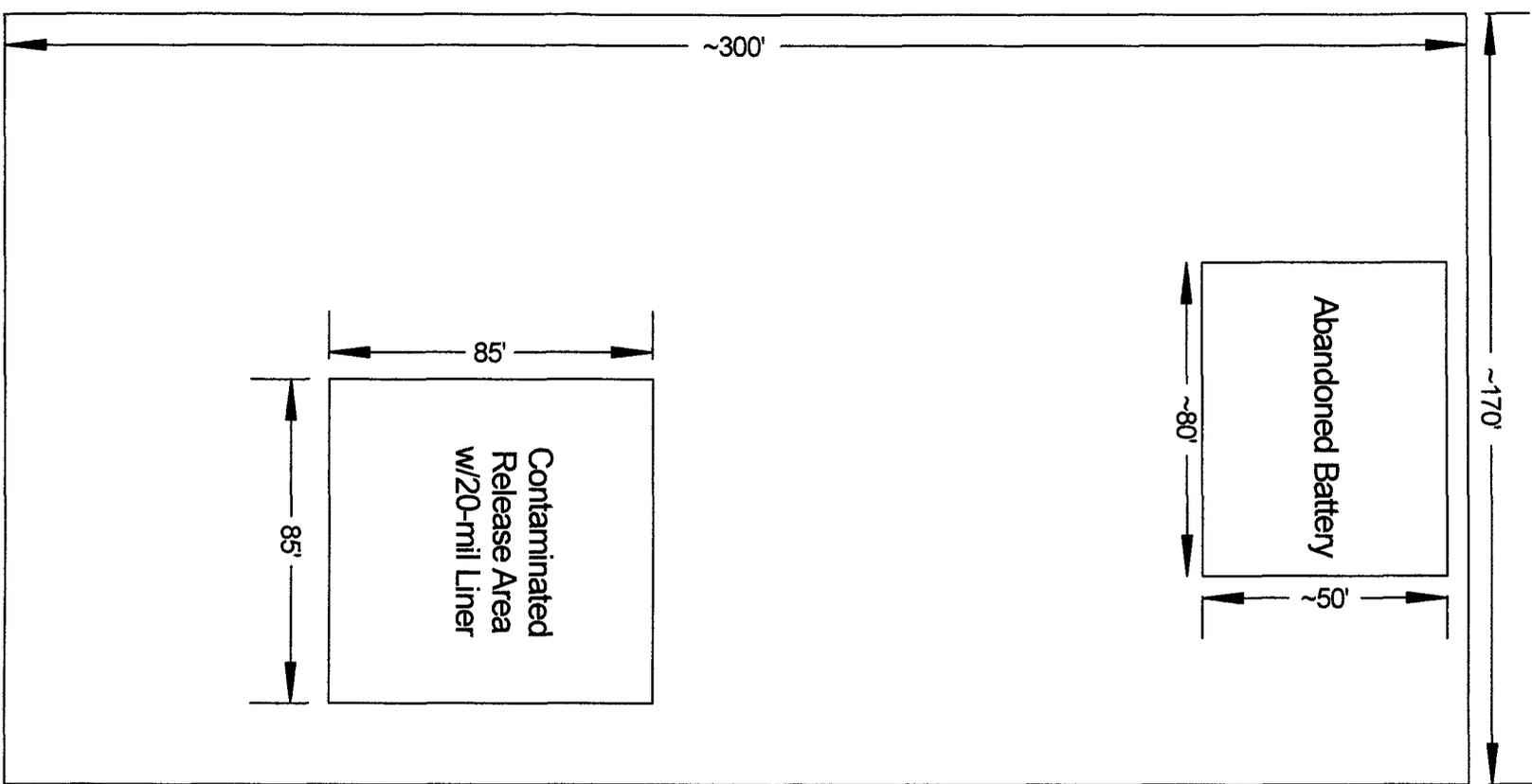


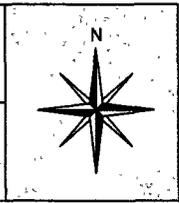
Plate 5
Site Detail Drawing
Apache Corporation
Lockhart B-14 004

Lea County, New Mexico
UL-H SECTION 14 T21S R37E
N 32° 28.870', W 103° 7.700'
Elevation: ~3418-ft amsl

Drawing by: John Good
August - 2008

Rev: 1

SCALE:
0 Feet 60



HYDROCARBON & CHLORIDE ANALYTICAL RESULTS							
Sample Date	Sample Location	Sample Depth ¹	GRO ² mg/Kg	DRO ³ mg/Kg	TPH ⁴ mg/Kg	BTEX ⁵ mg/Kg	Chlorides mg/Kg
ABANDONED TANK BATTERY AREA (EAST SIDE OF LOCATION)							
1/7/08	BATT-NE	6"	<10	<10	<20	.006 ⁵	80
1/7/08	BATT-NW	6"	<10	<10	<20	.006 ⁵	144
1/7/08	BATT-SW	6"	<10	<10	<20	.006 ⁵	32
1/7/08	BATT-SE	6"	<10	<10	<20	.006 ⁵	320
1/7/08	BATT-CTR	6"	<10	<10	<20	.006 ⁵	128
CONTAMINATED RELEASE AREA (WEST SIDE OF LOCATION)							
1/7/08	BOTTOM	20-FT	139	1810	1949	4.414 ⁴	32
1/14/08	BOTTOM-1	24-FT	<10	<10	<20	NT	3680
1/14/08	BOTTOM-2	24-FT	<10	<10	<20	NT	3640
1/15/08	SIDEWALL-1	19-FT	<10	33.6	<43.6	NT	112
1/15/08	SIDEWALL-2	19-FT	<10	<10	<20	NT	112
1/15/08	SIDEWALL-3	19-FT	<10	<10	<20	NT	128
1/15/08	SIDEWALL-4	19-FT	<10	<10	<20	NT	112
1/15/08	SIDEWALL-5	19-FT	<10	<10	<20	NT	112
1/15/08	SIDEWALL-6	19-FT	<10	<10	<20	NT	112
1/15/08	BLEND-1	SURFACE	<10	1620	1630	NT	560
1/15/08	BLEND-2	SURFACE	<10	1820	1830	NT	560
1/15/08	BLEND-3	SURFACE	<10	1540	1550	NT	544
1/15/08	BLEND-4	SURFACE	<10	1960	1970	NT	528
1/15/08	BLEND-5	SURFACE	<10	1420	1430	NT	576
1/15/08	BLEND-6	SURFACE	<10	1720	1730	NT	528

¹ bgs (below ground surface), ² Gasoline Range Organics (detection limit = 10 mg/Kg), ³ Diesel Range Organics (detection limit = 10 mg/Kg), ⁴ TPH = sum of GRO-DRO. Note: Detection limits are considered "de minimus" values and are included in TPH and BTEX summations. BTEX⁵ Sum of Benzene, Toluene, Ethyl Benzene and Xylenes (regulatory limit = 50 mg/Kg). *Indicates that the Benzene component was less than the regulatory limit of 5.0 mg/Kg.



ANALYTICAL RESULTS FOR
 ELKE ENVIRONMENTAL, INC.
 ATTN: JOHN GOOD
 P.O. BOX 1830
 HOBBS, NM 88241
 FAX TO: (575) 738-0140

Receiving Date: 01/07/08
 Reporting Date: 01/08/08
 Project Owner: APACHE CORP
 Project Name: LOCKHART B 14 004
 Project Location: T21S R37E S14

Sampling Date: 01/07/08
 Sample Type: SOIL
 Sample Condition: COOL & INTACT
 Sample Received By: ML
 Analyzed By: BC/KS

LAB NUMBER	SAMPLE ID	GRO (C ₆ -C ₁₀) (mg/Kg)	DRO (>C ₁₀ -C ₂₈) (mg/Kg)	Cl* (mg/Kg)
------------	-----------	--	--	----------------

ANALYSIS DATE	01/07/08	01/07/08	01/07/08
H14026-1 BATT - NE	<10.0	<10.0	80
H14026-2 BATT - NW	<10.0	<10.0	144
H14026-3 BATT - SW	<10.0	<10.0	32
H14026-4 BATT - SE	<10.0	<10.0	320
H14026-5 BATT - CENTER	<10.0	<10.0	128
Quality Control	828	818	500
True Value QC	800	800	500
% Recovery	103	102	100
Relative Percent Difference	4.1	0.2	<0.1

METHODS: TPH GRO & DRO: EPA SW-846 8015 M; Cl: Std. Methods 4500-ClB
 *Analyses performed on 1:4 w:v aqueous extracts.

Chemist

1/8/08
 Date

H14026A2 ELKE

PLEASE NOTE: Liability and Damages. Cardinal's liability and client's exclusive remedy for any claim arising, whether based in contract or tort, shall be limited to the amount paid by client for analyses. All claims, including those for negligence and any other cause whatsoever shall be deemed waived unless made in writing and received by Cardinal within thirty (30) days after completion of the applicable service. In no event shall Cardinal be liable for incidental or consequential damages, including, without limitation, business interruptions, loss of use, or loss of profits incurred by client, its subsidiaries, affiliates or successors arising out of or related to the performance of services hereunder by Cardinal, regardless of whether such claim is based upon any of the above-stated reasons or otherwise.



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 ELKE ENVIRONMENTAL, INC.
 ATTN: JOHN GOOD
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 HOBBS, NM 88241
 FAX TO: (575) 738-0140

Receiving Date: 01/07/08
 Reporting Date: 01/08/08
 Project Owner: APACHE CORP
 Project Name LOCKHART B 14 004
 Project Location: T21S R37E S14

Sampling Date: 01/07/08
 Sample Type: SOIL
 Sample Condition: COOL & INTACT
 Sample Received By: ML
 Analyzed By: AB

LAB NUMBER	SAMPLE ID	BENZENE (mg/Kg)	TOLUENE (mg/Kg)	ETHYL BENZENE (mg/Kg)	TOTAL XYLENES (mg/Kg)
ANALYSIS DATE		01/07/08	01/07/08	01/07/08	01/07/08
H14026-1	BATT - NE	<0.001	<0.001	<0.001	<0.003
H14026-2	BATT - NW	<0.001	<0.001	<0.001	<0.003
H14026-3	BATT - SW	<0.001	<0.001	<0.001	<0.003
H14026-4	BATT - SE	<0.001	<0.001	<0.001	<0.003
H14026-5	BATT - CENTER	<0.001	<0.001	<0.001	<0.003
Quality Control		0.094	0.092	0.092	0.290
True Value QC		0.100	0.100	0.100	0.300
% Recovery		93.7	91.9	92.1	96.7
Relative Percent Difference		0.9	0.3	1.1	1.0

METHOD: EPA SW-846 8021 B

James A. Cook
 Chemist

1/8/08
 Date

PLEASE NOTE: Liability and Damages. Cardinal's liability and client's exclusive remedy for any claim arising, whether based in contract or tort, shall be limited to the amount paid by client for analyses. All claims, including those for negligence and any other cause whatsoever shall be deemed waived unless made in writing and received by Cardinal within thirty (30) days after completion of the applicable service. H14026B2 ELKE shall be liable for incidental or consequential damages, including, without limitation, business interruptions, loss of use, or loss of profits incurred by client, its subsidiaries, affiliates or successors arising out of or related to the performance of services hereunder by Cardinal, regardless of whether such claim is based upon any of the above-stated reasons or otherwise.



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 FAX TO: (575) 738-0140

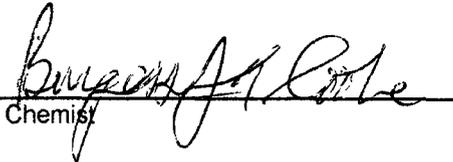
Receiving Date: 01/07/08
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 Project Name: LOCKHART B 14 004
 Project Location: T21S R37E S14

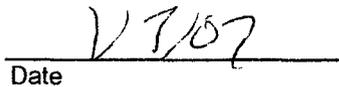
Sampling Date: 01/07/08
 Sample Type: SOIL
 Sample Condition: COOL & INTACT
 Sample Received By: ML
 Analyzed By: AB

RUSH SAMPLE

LAB NUMBER	SAMPLE ID	BENZENE (mg/Kg)	TOLUENE (mg/Kg)	ETHYL BENZENE (mg/Kg)	TOTAL XYLENES (mg/Kg)
ANALYSIS DATE		01/07/08	01/07/08	01/07/08	01/07/08
H14026-6	WEST CONT - 20	<0.020	0.034	1.17	3.19
Quality Control		0.094	0.092	0.092	0.290
True Value QC		0.100	0.100	0.100	0.300
% Recovery		93.7	91.9	92.1	97
Relative Percent Difference		0.9	0.3	1.1	1.0

METHOD. EPA SW-846 8021 B


 Chemist


 Date

PLEASE NOTE **Liability and Damages.** Cardinal's liability and client's exclusive remedy for any claim arising, whether based in contract or tort, shall be limited to the amount paid by client for analyses. All claims, including those for negligence and any other cause whatsoever shall be deemed waived unless made in writing and received by Cardinal within thirty (30) days after completion of the applicable service. **H14026-6 ELKE** shall be liable for incidental or consequential damages, including, without limitation, business interruptions, loss of use, or loss of profits incurred by client, its subsidiaries, affiliates or successors arising out of or related to the performance of services hereunder by Cardinal, regardless of whether such claim is based upon any of the above-stated reasons or otherwise.



ANALYTICAL RESULTS FOR
 ELKE ENVIRONMENTAL, INC.
 ATTN: JOHN GOOD
 P.O. BOX 1830
 HOBBS, NM 88241
 FAX TO: (575) 738-0140

Receiving Date: 01/15/08
 Reporting Date: 01/17/08
 Project Owner: APACHE CORP.
 Project Name: LOCKHART B 14-A 004
 Project Location: T21S R37E S14 ULH

Sampling Date: 01/14/08 & 01/15/08
 Sample Type: SOIL
 Sample Condition: COOL & INTACT
 Sample Received By: ML
 Analyzed By: BC/HM

LAB NUMBER	SAMPLE ID	GRO (C ₆ -C ₁₀) (mg/Kg)	DRO (>C ₁₀ -C ₂₈) (mg/Kg)	Cl* (mg/Kg)
ANALYSIS DATE		01/16/08	01/16/08	01/16/08
H14092-1	BH 1 - 24	<10.0	<10.0	3680
H14092-2	BH 2 - 24	<10.0	<10.0	3640
H14092-3	SW-1	<10.0	33.6	112
H14092-4	SW-2	<10.0	<10.0	112
H14092-5	SW-3	<10.0	<10.0	128
H14092-6	SW-4	<10.0	<10.0	112
H14092-7	SW-5	<10.0	<10.0	112
H14092-8	SW-6	<10.0	<10.0	112
H14092-9	BLEND 1	<10.0	1620	560
H14092-10	BLEND 2	<10.0	1820	560
H14092-11	BLEND 3	<10.0	1540	544
H14092-12	BLEND 4	<10.0	1960	528
H14092-13	BLEND 5	<10.0	1420	576
H14092-14	BLEND 6	<10.0	1720	528
Quality Control		790	811	490
True Value QC		800	800	500
% Recovery		98.8	101	98.0
Relative Percent Difference		1.1	2.3	2.0

METHODS: TPH GRO & DRO: EPA SW-846 8015 M; Cl: Std. Methods 4500-ClB

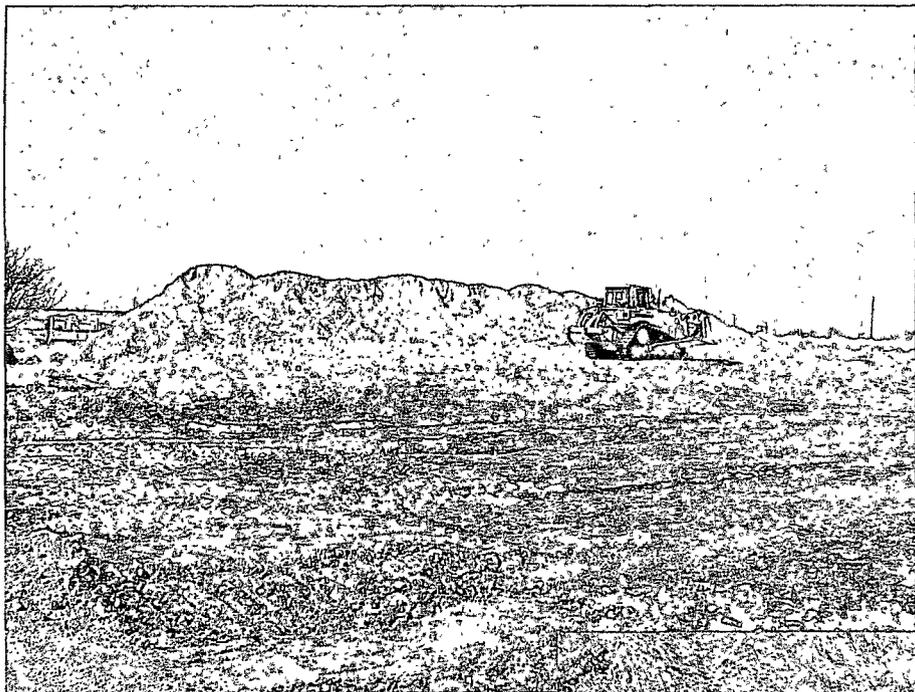
*Analyses performed on 1:4 w:v aqueous extracts.

Chemist

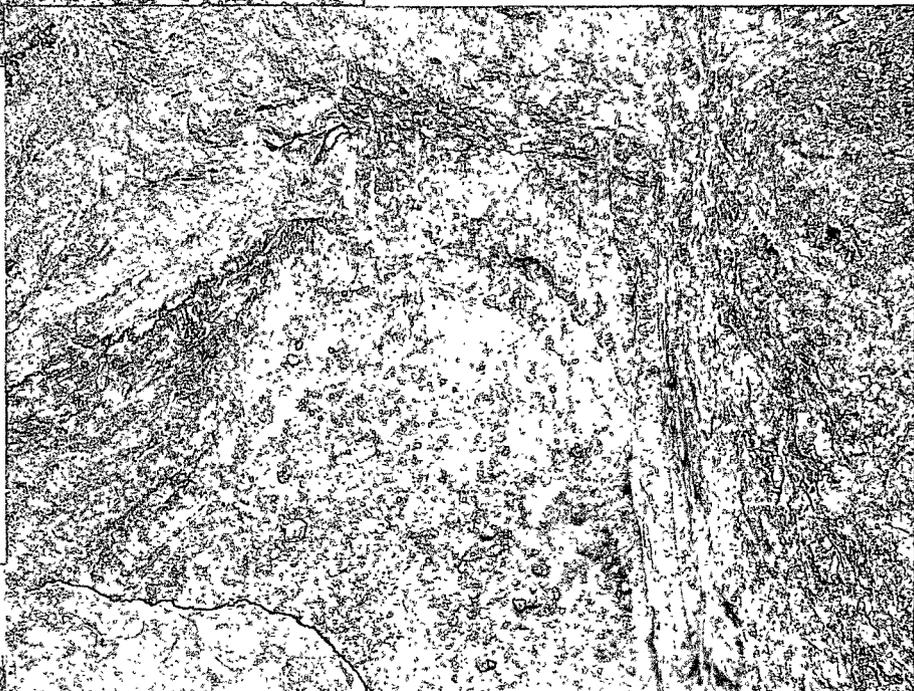
Date

H14092 ELKE

PLEASE NOTE: Liability and Damages. Cardinal's liability and client's exclusive remedy for any claim arising, whether based in contract or tort, shall be limited to the amount paid by client for analyses. All claims, including those for negligence and any other cause whatsoever shall be deemed waived unless made in writing and received by Cardinal within thirty (30) days after completion of the applicable service. In no event shall Cardinal be liable for incidental or consequential damages, including, without limitation, business interruptions, loss of use, or loss of profits incurred by client, its subsidiaries, affiliates or successors arising out of or related to the performance of services hereunder by Cardinal, regardless of whether such claim is based upon any of the above-stated reasons or otherwise.



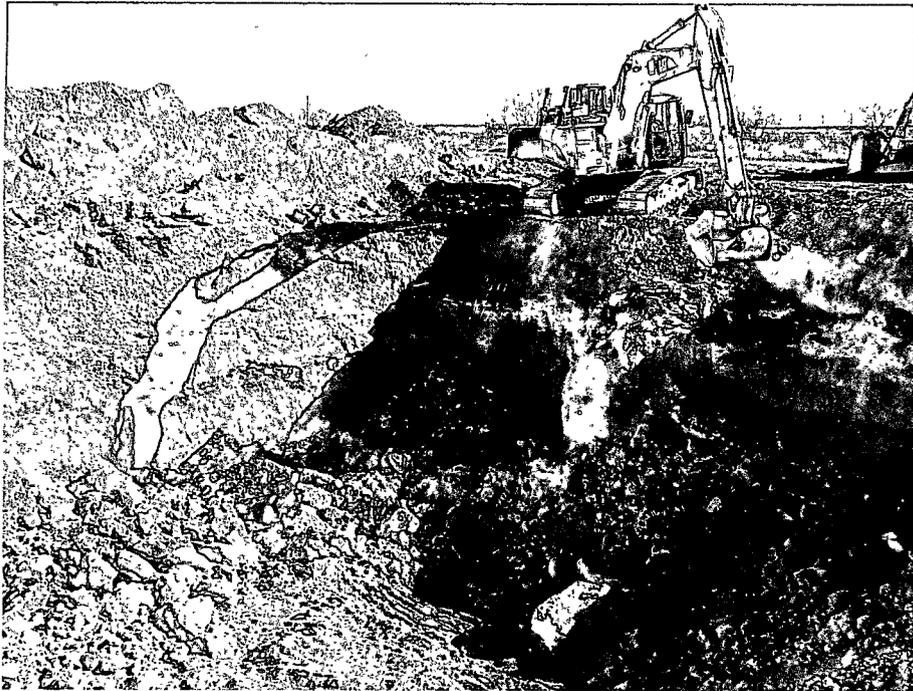
Stockpiled top soil in center of location



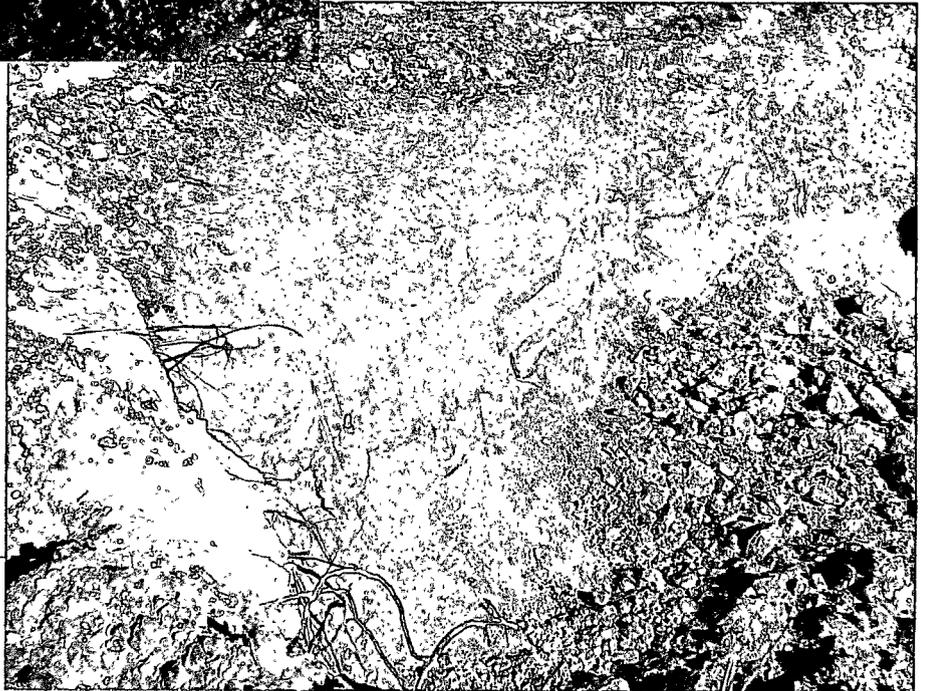
Deep contamination at west release area



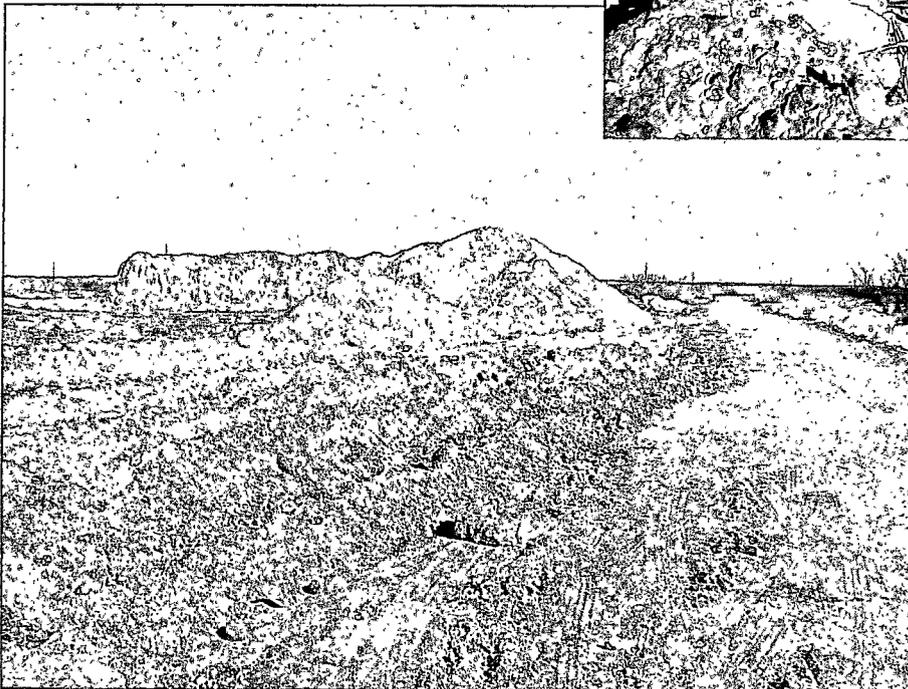
Excavation of west release



Stockpiled top soil in center of location

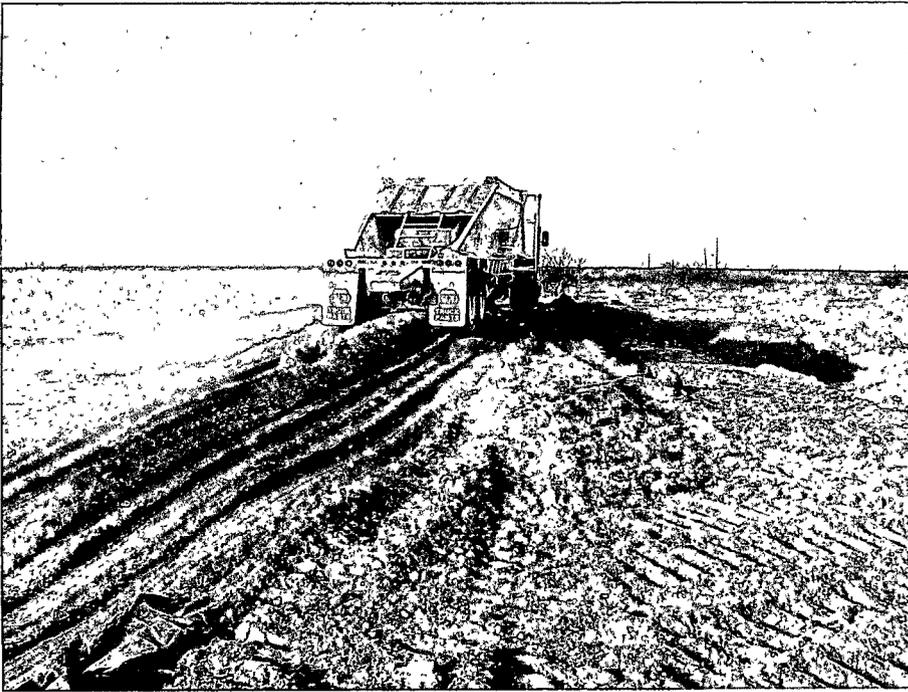


Deep contamination at west release area

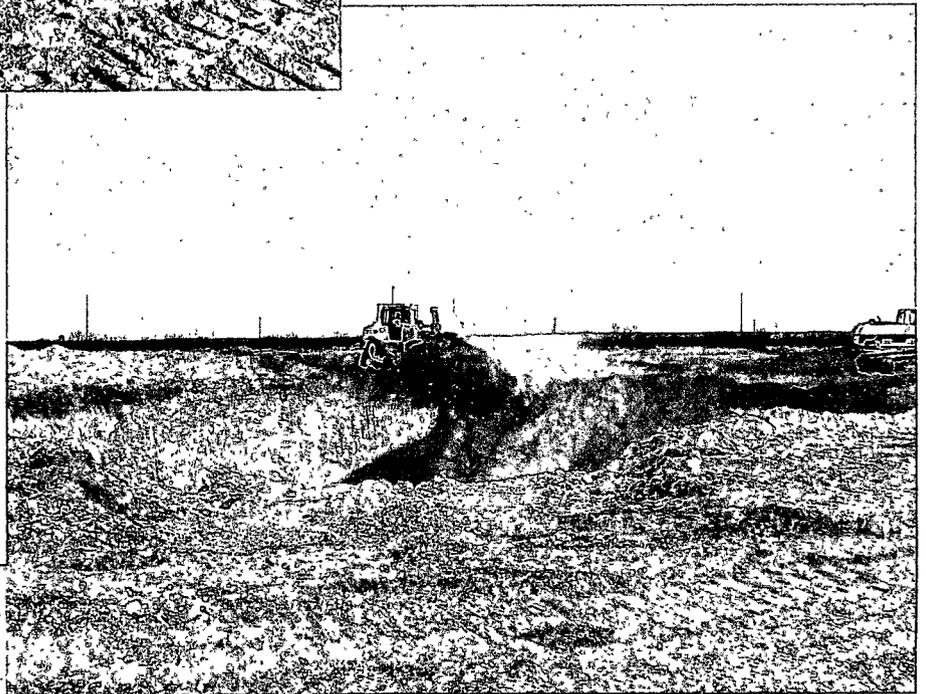


Excavation of west release

Hauling in clean backfill
for blending



Backfilling excavation
with blended material



Proximity of drilling rig
which did not encounter
ground water

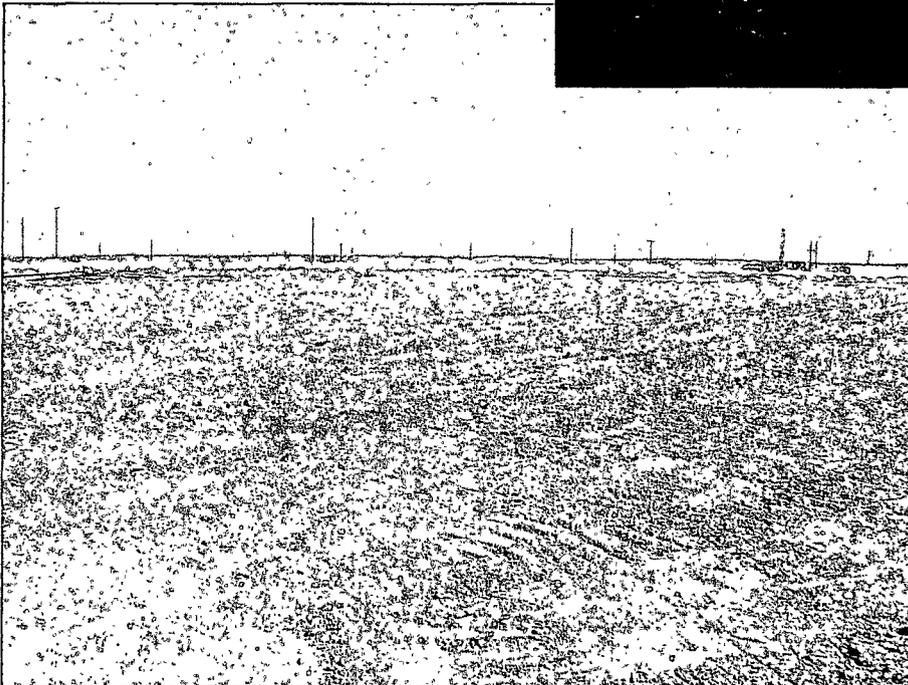
Installing 20-mil liner at 4-ft
bgs level



Covering installed liner with
topsoil



Project completed



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

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 Corporation	Contact	John Good Elk Environmental
Address	P.O. Box 1849	Telephone No.	505-631-3277
Facility Name	Lockhart B-14 A No. 4	Facility Type	Battery API 30-025-06576

Surface Owner	Bill Stephens	Mineral Owner		Lease No.	
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LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
I	14	21S	37E	1980	FSL	330'	FEL	Lea

Latitude _____ Longitude _____

NATURE OF RELEASE

Type of Release	Unknown	Volume of Release	Unknown	Volume Recovered	Unknown
Source of Release	Unknown	Date and Hour of Occurrence	Unknown	Date and Hour of Discovery	Unknown
Was Immediate Notice Given?	Unknown <input type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?			
By Whom?		Date and Hour			
Was a Watercourse Reached?	<input type="checkbox"/> Yes <input type="checkbox"/> No	If YES, Volume Impacting the Watercourse.			

If a Watercourse was Impacted, Describe Fully.*

Describe Cause of Problem and Remedial Action Taken.*
Plains Pipeline had a pipeline leak, during there remediation, they uncovered the area that belonged to Apache. Elk Environmental was called out immediately. John Good with Elk Environmental has started the remediation process. This is a previous contaminated area. Currently they are digging and hauling the west side of the closed battery.

RECEIVED

Describe Area Affected and Cleanup Action Taken.*
West side of old Battery, starting the remedial process, dig and haul in process.

JAN - 9 2008

HOBBS OCD

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>Natalie Gladden</i>	OIL CONSERVATION DIVISION <i>Johnson / Richards</i>	
Printed Name: Natalie Gladden	Approved by District Supervisor: ENVIRONMENTAL ENGINEER	
Title: Environmental Tech	Approval Date: 1/9/08	Expiration Date: 3/9/08
E-mail Address: Natalie.gladden@usa.apachecorp.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: 01/09/08	Phone: 505-390-4186	

* Attach Additional Sheets If Necessary

RP#1710



Incident Date: Unknown NMOCD Notified: Unknown

SITE: Lockhart B-14 004		API No. 30-025-06576	
Company: Apache Corporation			
Street Address:			
Mailing Address: P.O. Box 1849			
City, State, Zip: Eunice, NM 88231			
Representative: Natalie Gladden			
Representative Telephone: 575-390-4186			
Telephone:			
Fluid Volume Released (bbl): > 25		Volume Recovered (bbl): 0	
Net Release: > 25			
<i>>25 bbl: Notify NMOCD verbally within 24 hours and submit C-141 within 15 days. 5-25 bbl: Submit Form C-141 within 15 days. (Also applies to unauthorized release of >50 mcf Natural Gas).</i>			
Leak, Spill, or Pit (LSP) Name: Lockhart B-14 004			
Source of Contamination: Produced Water Tank or Flowline			
Land Owner, i.e. BLM, ST, Fee, Other: Private - Lucille Bryant			
LSP Dimensions: ~ 75' X 75'			
LSP Area ~ 5600 -ft ²			
Location of Reference Point (RP):			
Location distance and direction from RP:			
Latitude: North		32 28.87	
Longitude: West		103 7.7	
Elevation above mean sea level (amsl):		3475 feet 1059 meters	
Distance from North Section Line (feet):			
Distance from East Section Line (feet):			
Location - Unit Letter and 1/4 1/4:		UL- H SE 1/4 of NE 1/4	
Location - Section		14	
Location - Township		21S	
Location - Range		37E	
Location - County		Lea	
Surface water body within 1000' radius of site:		0	
Surface water body within 1000' radius of site:		0	
Domestic water wells within 1000' radius of site:		0	
Domestic water wells within 1000' radius of site:		0	
Agricultural water wells within 1000' radius of site:		0	
Agricultural water wells within 1000' radius of site:		0	
Public water supply wells within 1000' radius of site:		0	
Public water supply wells within 1000' radius of site:		0	
Depth (feet) from land surface to Ground Water (DG): >		200	
Depth (feet) of lowest contamination (DC):		24	
Depth (feet) to Ground Water (DG - DC = DtGW):		~ 176	
1. Ground Water		2. Wellhead Protection Area	
If Depth to GW <50-feet: 20 points		If <1000' from water source, or, <200' from private domestic water source: 20 points	
If Depth to GW 50 to 100-feet: 10 points		If >1000' from water source, or, >200' from private domestic water source: 0 points	
If Depth to GW >100-feet: 0 points			
Ground Water Score: 0		Wellhead Protection Score: 0	
Site Ranking (1 + 2 + 3): 0		Surface Water Score: 0	
Total Site Ranking Score and Acceptable Concentrations			
Parameter	20 or >	10	0
Benzene ¹	10-ppm	10-ppm	10-ppm
BTEX ¹	50-ppm	50-ppm	50-ppm
TPH	100-ppm	1000-ppm	5000-ppm