

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

Form C-141
Revised August 8, 2011

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

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

Release Notification and Corrective Action

nJMW 1224149562 OPERATOR ☒ Initial Report ☐ Final Report

Name of Company Apache Corporation 873	Contact Natalie Gladden	
Address PO Box 1849 Eunice, NM 88231	Telephone No. 575-390-4186	
Facility Name Tony Federal #36	Facility Type Drilling site, new production well	
Surface Owner BLM	Mineral Owner BLM/NMOCD	API No. 30-015-39836

LOCATION OF RELEASE

Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
F	19	17s	31E	2310'	FNL	2260'	FWL	Eddy

Latitude _____ Longitude _____

NATURE OF RELEASE

Type of Release Brine Water	Volume of Release 200	Volume Recovered 0
Source of Release Cuttings tank overflowed	Date and Hour of Occurrence 07/28/2012	Date and Hour of Discovery 07/28/2012
Was Immediate Notice Given? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom? Mike Bratcher	
By Whom? Natalie Gladden	Date and Hour 07/30/12 945am	
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.*

RECEIVED

AUG 09 2012

Describe Cause of Problem and Remedial Action Taken.*

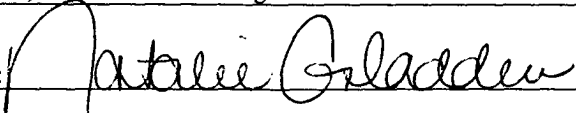
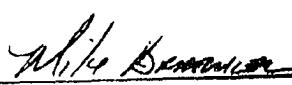
While drilling the intermediate section, flow was encountered, volume overcame pump causing the cuttings tank to overflow.

NMOCD ARTESIA

Describe Area Affected and Cleanup Action Taken.*

Once the drilling rig is moved off of the location, initial samples will be taken and site will be assessed. At that time a remediation plan will be done. Site will be remediated to meet both BLM and OCD regulations.

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	Approved by Environmental Specialist	Signed By 
Title: EHS Environmental Tech	Approval Date: AUG 28 2012	Expiration Date:
E-mail Address: natalie.gladden@apachecorp.com	Conditions of Approval:	Attached <input type="checkbox"/>
Date: 07/30/12 Phone: 575-390-4186		

* Attach Additional Sheets If Necessary

Remediation per OCD Rules &
Guidelines. **SUBMIT REMEDIATION
PROPOSAL NOT LATER THAN:**

9/28/12

ZRP-1264