NM OIL CONSERVATION ARTESIA DISTRICT

State of New Mexico Energy Minerals and Natural Resources

District I

District II

District III

District IV

Date: 10/24/2016

* Attach Additional Sheets If Necessary

Phone: (432) 631-6982

1625 N. French Dr., Hobbs, NM 88240

1000 Rio Brazos Road, Aztec, NM 87410

1220 S. St. Francis Dr., Santa Fe, NM 87505

811 S. First St., Artesia, NM 88210

OCT 24 2016

Form C-141 Revised August 8, 2011

) RD - 39(W)

Oil Conservation Division 1220 South St. Francis Dr. Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC. **RECEIVED**

Santa Fe, NM 87505 Release Notification and Corrective Action Initial Report Final Report Name of Company: Apache Corporation Contact Bruce Baker Address: 2350 W Marland Blvd Hobbs, NM 88240 Telephone No. (432) 631-6982 Facility Name Red Lake K State # 1 Battery Facility Type: Battery Surface Owner State API No. 30-015-33740 Mineral Owner LOCATION OF RELEASE North/South Line Unit Letter Section Township Feet from the East/West Line County Range Feet from the 28E 1650 **FWL** Eddy NATURE OF RELEASE Volume of Release Oil Type of Release: Oil Volume Recovered 42 barrels of Oil Date and Hour of Discovery Source of Release: Circulating line Date and Hour of Occurrence 10/10/2016 10/10/2016 Was Immediate Notice Given? If YES, To Whom? ☑ Yes ☐ No ☐ Not Required Mike Bratcher (NMOCD) Date and Hour 10/11/2016 via phone and email at 3:09 p.m. By Whom? Bruce Baker If YES, Yolume Impacting the Watercourse. Was a Watercourse Reached? ☐ Yes ☒ No If a Watercourse was Impacted, Describe Fully.* Describe Cause of Problem and Remedial Action Taken.* A release occurred due to pin hole developed in the steel circulating tank. The oil tank was isolated and vacuum truck was dispatched to pick-up standing oil. The line was replaced. Describe Area Affected and Cleanup Action Taken.* The majority of the release affected the pasture south of the battery. 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 polifications 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 Bruce Baker Signature: Approved by Environmental Specialist: Printed Name: Bruce Baker 11 11 11 **Expiration Date:** Title: Environmental Technician Approval Date: E-mail Address: larry.baker@apachecorp.com Conditions of Approval: Remediation per O.C.D. Rules & Guidelines 🗆

SUBMIT REMEDIATION PROPOSAL NO

LATER THAN: