

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 October 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	Bruce Baker
Address	PO BOX 1849, Eunice, NM 88231	Telephone No.	(575) 394-1503
Facility Name	Lee Federal #041	Facility Type	Production Well

Surface Owner	BLM	Mineral Owner	BLM	API No.	30-015-39611
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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
E	20	17S	31E	1700	FNL	460	FWL	Eddy

Latitude _____ Longitude _____

NATURE OF RELEASE

Type of Release	Drilling Fluid	Volume of Release	30 bbls	Volume Recovered	0 bbls
Source of Release	Overflow bins	Date and Hour of Occurrence	4/15/2012	Date and Hour of Discovery	4/15/2012
Was Immediate Notice Given?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <input type="checkbox"/> Not Required	If YES, To Whom?			
By Whom?	Natalie Gladden	Date and Hour			
Was a Watercourse Reached?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	If YES, Volume Impacting the Watercourse.			

RECEIVED
OCT 03 2013
NMOCD ARTESIA

If a Watercourse was Impacted, Describe Fully.*

Describe Cause of Problem and Remedial Action Taken.*
While in final stages of drilling this well, the Qmax man was not paying attention to his fluid levels, which caused the overflow bins to overflow.

Describe Area Affected and Cleanup Action Taken.*
The leak affected 561 sq. ft. of well pad in the southwest corner of the location. The impacted area was excavated to 6 inches below ground surface. Samples were collected from the excavation, field tested, and sent to a commercial laboratory for chloride analyses. Impacted soils were removed to a NMOCD approved disposal facility. The excavation was backfilled with clean imported 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.

Signature: <u>Bruce Baker</u>		<u>OIL CONSERVATION DIVISION</u>	
Printed Name: Bruce Baker		Approved by District Supervisor: <u>[Signature]</u>	
Title: <u>environmental Tech.</u>		Approval Date: <u>4/20/15</u>	Expiration Date: <u>N/A</u>
E-mail Address: <u>larry.baker@apachecorp.com</u>		Conditions of Approval: <u>Final</u>	
Date: <u>8-30-13</u> Phone: (575) 394-1503		Attached <input type="checkbox"/>	

* Attach Additional Sheets If Necessary

2RP-1135