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

For drilling and production facilities, submit to appropriate NMOCD District Office.

For downstream facilities, submit to Santa Fe

Form C-144 March 12, 2004

## Pit or Below-Grade Tank Registration or Closure

	covered by a "general plan"? Yes No Lebelow-grade tank X Closure of a pit or below-grade		
Operator: Marathon Oil Company Telephone: 7.  Address: P.O. Box 3128 Houston, Tx. 77253  Facility or well name: Indian Hills Unit #35 API #: 30-01!  County: Eddy Latitude Longitude	5-32199 11/4 or Ot/Otr B Sec. 33 T21	S p 24E	Favate Indian To
Pit  Type: Drilling Production Disposal Workover Emergency Lined Unlimited Liner type: Synthetic Thickness 20mil Clay Volume bbl	Below-grade tank  Volume:bbl Type of fluid:  Construction material:  Double-walled, with leak detection? Yes If not		RECEIVED OCD - ARTESIA
Depth to ground water (vertical distance from bottom of pit to seasonal high water elevation of ground water.)	Less than 50 feet 50 feet or more, but less than 100 feet 100 feet or more	(20 points) (10 points) ( 0 points)	X SCASSO
Wellhead protection area. (Less than 200 feet from a private domestic water source, or less than 1000 feet from all other water sources.)	Yes No	(20 points) ( 0 points)	x
Distance to surface water: (horizontal distance to all wetlands, playas, irrigation canals, ditches, and perennial and ephemeral watercourses.)	Less than 200 feet 200 feet or more, but less than 1000 feet 1000 feet or more	(20 points) (10 points) ( 0 points)	X
	Ranking Score (Total Points)		
If this is a pit closure: (1) attach a diagram of the facility showing the pit's relationship to other equipment and tanks. (2) Indicate disposal location:  onsite X offsite If offsite, name of facility			
I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that the above-described pit or below-grade tank has been/will be constructed or closed according to NMOCD guidelines , a general permit, or an (attached) alternative OCD-approved plan.  Date: 07-01-04			
Printed Name/Title: Mike Mick  Adv. Sr. Eng. Tech  Your certification and NMOCD approval of this application/closure does not relotherwise endanger public health or the environment. Nor does it relieve the op regulations.	Signature:	pit or tank containing r federal, state, or lo	ate ground water or cal laws and/or
Approval: Date: 7/9/04 Printed Name/Title Mike Bratcher Compliance Officer	Signature: Mily Broll		

## **Additional Information- Indian Hills Unit #35**

## General

The Indian Hills Unit # 35 SL is located on Federal lands and Federal subsurface. The applied for pit will be constructed with-in the original pit area, with no new surface disturbances. Approx. size 120'x 120' x 4'.

- Topsoil will be stripped and stockpiled for use as the final cover of fill at the time of closure.
- Contents removed from old pit will be stockpiled on a liner to prevent soil contamination.
- A 20 mil. Liner will be installed. Padding will be added if necessary. Liner will be anchored per OCD's guidelines. OCD will be contacted 24 hrs. prior to liner installation.
- All necessary steps will be taken to prevent liner damage.
- Marathon will used a combination of produced and freshwater during drilling, anticipated chloride content of drilling fluids 10,000 ppm.
- Pit Area will be fence, work access will remain open during operations, closed once rig operations cease.
- All fluids will be removed from pit in a timely manner after operations cease.
- OCD will be contacted when pit closure commences.
- Closure of pit will be performed as per current OCD guidelines for onsite encapsulation. The liner edges shall be folded over the contents and a 40 mil liner shall be installed on top. A min. of 3 foot of clean soil shall be spread over encapsulated pit contents. Stockpiled top soil shall be spread and contoured. Pit area will be re-seeded and re-vegetation promoted.