District 1
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 Asanta Fe office

201681995

Form C-144

Pit or Below-Grade Tank Registration or Closure

Is pit or below-grade tank covered by a "general plan"? Yes No Type of action: Registration of a pit or below-grade tank Closure of a pit or below-grade tank

| Operator: Marbob Energy Corporation | Telephone: 505-748-3303 e-mail address: land2@marbob.com 330' FNL & 1550' FEL | | |
|---|---|---|--|
| Address: PO Box 227, Artesia, NM 88211-0227 | | | |
| Facility or well name: SS Snakebite Fee #2 AF | PI#: 30-015-34558 U/L or Qtr/Qtr | NWNE Sec 9 T 22S R 27E | |
| County: Latitude Longitude | NAD: 1927 🗌 1983 🔲 Surface O | owner Federal 🖸 State 🔲 Private 🏻 Indian 🔲 | |
| Pit Type: Drilling ☑ Production ☐ Disposal ☐ Workover ☐ Emergency ☐ Lined ☑ Unlined ☐ Liner type: Synthetic ☑ Thickness 12 mil Clay ☐ Volume | Below-grade tank | _ | |
| 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) 20 points | |
| 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 | |
| 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) 10 points | |
| | Ranking Score (Total Points) | 30 points | |
| If this is a pit closure: (1) attach a diagram of the facility showing the pit's onsite offsite If offsite, name of facility Sundance Disposal in Eum date. (4) Groundwater encountered: No Yes If yes, show depth belo diagram of sample locations and excavations. I hereby certify that the information above is true and complete to the best of been/will be constructed or closed according to NMOCD guidelines , a Date: September 20, 2006 Printed Name/Title: Gerald Herrera Your certification and NMOCD approval of this application/closure does not otherwise endanger public health or the environment. Nor does it relieve the regulations. Approval: Date: Printed Name/Title Printed Name/Title | ice (3) Attach a general description of remedial act ow ground surfaceft. and attach same my knowledge and belief. I further certify that the general permit , or an (attached) alternative Signature | he above-described pit or below-grade tank has OCD-approved plan . of the pit or tank contaminate ground water or any other federal, state, or local laws and/or | |

Marbob Energy Corporation Attachment to OCD Form C-144

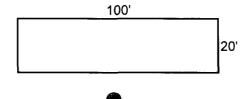
Pit or Below-Grade Tank Registration or Closure

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SS Snakebite Fee #2

330' FNL & 1550' FEL Section 9 T-22S R-27E Eddy County, New Mexico

(1) Facility diagram



(2) Disposal location:

Truck and haul cuttings to an approved disposal facility.

- (3) General description of remedial action:
 - a. Use stock piled dirt to backfill pit per request of landowner.
- (4) Groundwater encountered:

No

(5) Soil sample:

N/A