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 office



Pit or Below-Grade Tank Registration or Closure Is pit or below-grade tank covered by a "general plan"? Yes ☒ No ☐

SEP 0 4 2007 OCD-ARTESIA

Form C-144

March 12, 2004

Type of action Registration of a pit or below-grade tank \(\bigcap \) Closure of a pit or below-grade tank \(\bigcap \) Telephone 505-748-3303 Operator Marbob Energy Corporation e-mail address land2@marbob.com Address PO Box 227, Artesia, NM 88211-0227 1170' FNL & 290' FEL Facility or well name Burch Keely Unit #402 API# 30-015-35440 U/L or Qtr/Qtr NENE Sec 24 T 17S R 29E County **Eddy** NAD. 1927 ☐ 1983 ☐ Surface Owner Federal ☒ State ☐ Private ☐ Indian ☐ Longitude Pit Below-grade tank Type Drilling ☑ Production ☐ Disposal ☐ Volume ____bbl Type of fluid Workover 🔲 Emergency 🔲 Construction material Double-walled, with leak detection? Yes

If not, explain why not. Lined Unlined Liner type Synthetic ☑ Thickness 12 mil Clay ☐ Volume bbl Less than 50 feet (20 points) Depth to ground water (vertical distance from bottom of pit to seasonal high (10 points) 50 feet or more, but less than 100 feet water elevation of ground water) 100 feet or more 0 points (0 points) (20 points) Yes Wellhead protection area (Less than 200 feet from a private domestic No 0 points (0 points) water source, or less than 1000 feet from all other water sources) Less than 200 feet (20 points) Distance to surface water (horizontal distance to all wetlands, playas, (10 points) 200 feet or more, but less than 1000 feet irrigation canals, ditches, and perennial and ephemeral watercourses) 1000 feet or more (0 points) 0 points **Ranking Score (Total Points)** 0 points If this is a pit closure: (1) attach a diagram of the faculty showing the pit's relationship to other equipment and tanks (2) Indicate disposal location onsite offsite If.offsite, name of facility (3) Attach a general description of remedial action taken including remediation start date and end date (4) Groundwater encountered No 🗌 Yes 🔲 If yes, show depth below ground surface ft and attach sample results. (5) Attach soil sample results and a diagram of sample locations and excavations. 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 August 30, 2007 **Gerald Herrera** Printed Name/Title:

Approval.
Date SEP 5 2007Gerry Guye
Printed Name/Title Compliance Officer

regulations

Signature

Your certification and NMOCD approval of this application/closure does not relieve the operator of liability should the contents of the pit or tank contaminate ground water or otherwise endanger public health or the environment. Nor does it relieve the operator of its responsibility for compliance with any other federal, state, or local laws and/or

See Attached Stipulations

Marbob Energy Corporation Attachment to OCD Form C-144

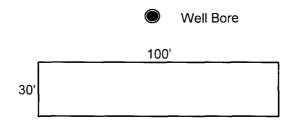
Pit or Below-Grade Tank Registration or Closure

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Burch Keely Unit #402

1170' FNL & 290' FEL Section 24 T-17S R-29E Eddy County, New Mexico

(1) Facility diagram



(2) Disposal location:

Fluids will be disposed at an approved disposal facility.

(3) General description of remedial action:

Transfer cuttings to ends, dig deep bury pit in center of pit, line with 12 mil plastic. Use material to stiffen cuttings. Transfer stiffened cuttings into lined pits, leaving mounded for drainage. Cap with 20 mil liner. Cover with three feet of cover material.

(4) Groundwater encountered:

No

(5) Soil sample:

N/A

Stipulations for Closure Of Pit

Samples are to be obtained from pit area and analysis submitted to NMOCD prior to back filling. Notify NMOCD 24 hours prior to obtaining samples.

If burial trench is to be constructed in the pit area, samples are to be obtained from that area and analyses submitted to NMOCD prior to lining the pit, but after contaminated soils have been excavated from trench area.

Notify NMOCD 24 hours prior to beginning closure.

If pit is situated in an agricultural area pit contents must be hauled to an NMOCD approved disposal area.