

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-144
March 12, 2004

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

Type of action: Registration of a pit or below-grade tank Closure of a pit or below-grade tank

Operator: MARBOB ENERGY CORPORATION Telephone: 748-3303 mail address: PRODUCTION@MARBOB.COM

Address: PO BOX 227, ARTESIA, NM 88211-0227

Facility or well name: EGL FEDERAL #1 API #: 3002535690 U/L or Qtr/Qtr A Sec 31 T 18SR32E

County: LEA Latitude _____ Longitude _____ NAD: 1927 1983 Surface Owner Federal State Private Indian

Pit

Type: Drilling Production Disposal

Workover Emergency

Lined Unlined

Liner type: Synthetic Thickness 12 mil Clay Volume _____ bbl

Below-grade tank

Volume: _____ bbl Type of fluid: _____

Construction material: _____

Double-walled, with leak detection? Yes If not, explain why not. _____

Depth to ground water (vertical distance from bottom of pit to seasonal high water elevation of ground water.)

Less than 50 feet

(20 points)

50 feet or more, but less than 100 feet

(10 points)

100 feet or more

(0 points)

0 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

(20 points)

No

(0 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

(20 points)

200 feet or more, but less than 1000 feet

(10 points)

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 facility showing the pit's relationship to other equipment and tanks. (2) Indicate disposal location:

onsite offsite If offsite, name of facility SEE ATTACHED. (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 .

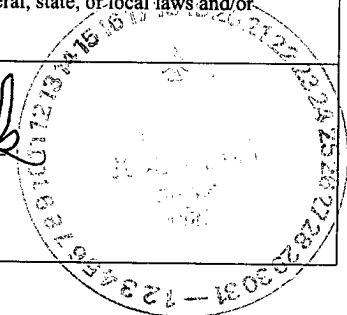
Date: 4/15/05

Printed Name/Title DIANA J. BRIGGS/PRODUCTION ANALYST Signature Diana Briggs

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 regulations.

Approval: 4/25/05

Date: 4/25/05
Printed Name/Title GARY W. WINK/STAFF MGR Signature Gary W. Wink



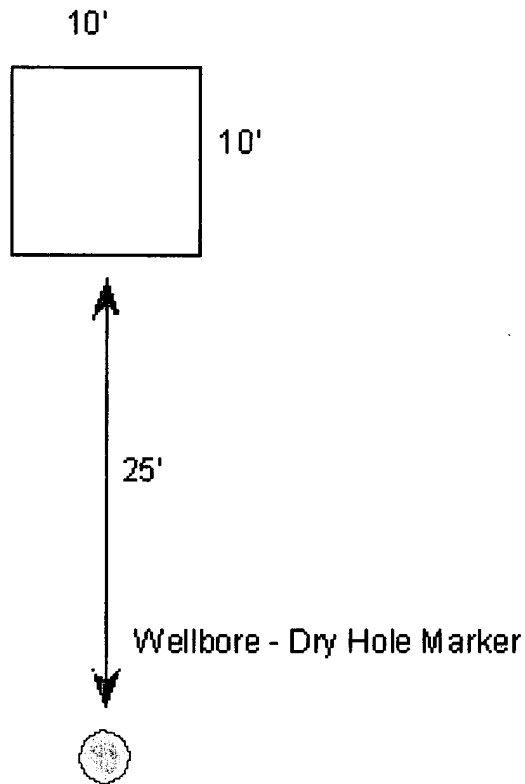
Marbob Energy Corporation
Attachment to OCD Form C-144

Pit or Below-Grade Tank Registration or Closure

Pit Closure

EGL FEDERAL #1

(1) Facility diagram



(2) Disposal location:
Fluids will be disposed at the Loco Hills Water Disposal
Liner will be taken out and disposed at the public waste disposal

(3) General description of remedial action: _____

(4) Groundwater encountered: NO

(5) Soil sample: N/A

