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 Form C-144 March 12, 2004

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

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 of	or below-grade tank \(\bigcirc \) Closure of a pit or below-	grade tank	
Operator:Marathon Oil Corporation	Telephone:713-296-3254	e-mail address: m	fmick@marathonoil.com
Address: _P.O. Box 3487 Houston Tx. 77253			
Facility or well name: Indian Hills Unit # 39API #:	30-015-32103U/L or Qtr/QtrKSec	16_T_21-SR_24-E	Andrew Control of the
County: _EDDY Latitude_32.476357 N_ Longitude 104.50	05670 W NAD: 1927 ☑ 1983 ☐ Surface Own	er Federal 🗌 State 🛛 Pri	ivate 🔲 Indian 🔲
<u>Pit</u>	Below-grade tank		
Type: Drilling ☑ Production ☐ Disposal ☐	Volume:bbl Type of fluid:		
Workover ☐ Emergency ☐	Construction material:		
Lined 🖾 Unlined 🗌	Double-walled, with leak detection? Yes If	not, explain why not.	
Liner type: Synthetic ☑ Thickness 12mil Clay ☐ Volume 2,000 bbl			
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 XXXX	(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)	RECEIVED
	No XXXXXX	(0 points)	DEC 2 1 2004
Distance to surface water: (horizontal distance to all wetlands, playas, irrigation canals, ditches, and perennial and ephemeral watercourses.)	Less than 200 feet	(20 points)	999:ARTER
	200 feet or more, but less than 1000 feet	(10 points)	
	1000 feet or more XXXXXX	(0 points)	
	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) Indi	icate disposal location:	
onsite ☑ offsite ☐ If offsite, name of facility	(3) Attach a general description of remedial ac	ction taken including reme	ediation start date and end
date. (4) Groundwater encountered: No 🗌 Yes 📋 If yes, show depth belo	w ground surfaceft. and attach sam	ple results. (5) Attach soi	l 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 the been/will be constructed or closed according to NMOCD guidelines ☑, a Date: 12-20-04	my knowledge and belief. I further certify that the general permit □, or an (attached) alternative (ne above-described pit or OCD-approved plan .	below-grade tank has
Printed Name/Title_MIKE MICK- ADV. SR. ENG. TECH	Signature 77+MVX		
Your certification and NMOCD approval of this application/closure does not retherwise endanger public health or the environment. Nor does it relieve the regulations.	relieve the operator of liability should the contents	of the pit or tank contamin	nate ground water or
Approva DEC 2 1 2004 Printed Name/Title	Signature		

Additional Information- Indian Hills Unit #39

General

The Indian Hills Unit # 39 is located on New Mexico State lands. Pit will be dug in original reserve pit area, no new surface damages. Approx. size 100'x 100' 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 12 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 20 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.