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

Form C-144

March 12, 2004

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 \(\subseteq\) Closure of a pit or below-grade tank \(\subseteq\) Operator: Marbob Energy Corporation Telephone: 505-748-3303 e-mail address: land2@marbob.com Address: PO Box 227, Artesia, NM 88211-0227 330' FSL & 750' FEL Facility or well name: Mule 13 Federal #1 API #: 30-015-33-03 U/L or Otr/Otr SESE Sec 13 T 24S R 25E County: **Eddy** NAD: 1927 ☐ 1983 ☐ Surface Owner Federal ☒ State ☐ Private ☐ Indian ☐ Longitude Below-grade tank <u>Type:</u> Drilling ☑ Production ☐ Disposal ☐ Volume: ____bbl Type of fluid: __ Construction material: RECEIVE Double-walled, with leak detection? Yes If not, explain why not. Lined Unlined APR 2 4 2006 Liner type: Synthetic ☑ Thickness 12 mil Clay ☐ Volume **QCU-Anteen** bbl Less than 50 feet (20 points) Depth to ground water (vertical distance from bottom of pit to seasonal high 50 feet or more, but less than 100 feet (10 points) 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, 200 feet or more, but less than 1000 feet (10 points) 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 facility showing the pit's relationship to other equipment and tanks. (2) Indicate disposal location: onsite offsite I 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. A closed loop system was used on this well. 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 OQD-approved plan . Date: April 19, 2006 Nucus Printed Name/Title: **Gerald Herrera** 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 regulations APR 2 5 2006 Date: Printed Name/Title Signature

Marbob Energy Corporation Attachment to OCD Form C-144

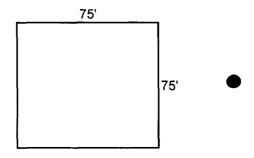
Pit or Below-Grade Tank Registration or Closure

Pit Closure

Mule 13 Federal #1

330' FSL & 750' FEL Section 13 T-24S R-25E Eddy County, New Mexico

(1) Facility diagram



(2) Disposal location:

Closed loop system used - no chlorides in pit.

- (3) General description of remedial action:
 - a. Bury cuttings (cuttings in pit were drilled with fresh water and contain no chlorides).
 - b. Cover with 3' of cover dirt.
 - c. Re-seed to BLM requirements.
- (4) Groundwater encountered:

No

(5) Soil sample:

N/A