District 1 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, Artesia, NM 88210 District III District IV 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 Offices
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 Closure of a pit or below-grade tank

Operator: Marbob Energy Corporation	Telephone: 505-748-3303 e-mail address: land2@marbob.com		
Address: PO Box 227, Artesia, NM 88211-0227	660' FNL & 990' FEL		
Facility or well name: Salada Vista State #1	API#: 30-015-34067 U/L or Qtr/Qtr N	IENE Sec 36 T 19S R 30E	
County: Eddy Latitude Longitude	NAD: 1927 🗌 1983 🗌 Surface Ow	ner Federal 🗌 State 🛛 Private 🔲 Indian 🗌	
Pit	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 12 mil Clay ☐ Volume			
bbl			
Depth to ground water (vertical distance from bottom of pit to seasonal high	Less than 50 feet	(20 points)	
water elevation of ground water.)	50 feet or more, but less than 100 feet	(10 points)	
mater or care as greated matery,	100 feet or more	(0 points) 0 points	
Wellhead protection area: (Less than 200 feet from a private domestic	Yes	(20 points)	
water source, or less than 1000 feet from all other water sources.)	No	(0 points) 0 points	
water source, or less train 1000 reet from all other water sources.	F	(20 maints)	
Distance to surface water: (horizontal distance to all wetlands, playas, irrigation canals, ditches, and perennial and ephemeral watercourses.)	Less than 200 feet	(20 points) (10 points)	
	200 feet or more, but less than 1000 feet	(0 points) 0 points	
	1000 feet or more	(o points) o 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	e disposal location:	
onsite offsite from If offsite, name of facility	(3) Attach a general description of remedial actio	n taken including remediation start date and end	
date. (4) Groundwater encountered: No 🗌 Yes 🔲 If yes, show depth belo	w ground surfaceft. 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 been/will be constructed or closed according to NMOCD guidelines , a Date: September 12, 2006	general permit 🖾, or an (attached) alternative OC	D-approved plan 🔲.	
Printed Name/Title: Gerald Herrera	Signature A. Aun		
Your certification and NMOCD approval of this application/closure does not a otherwise endanger public health or the environment. Nor does it relieve the or regulations.	relieve the operator of liability should the contents of the	he pit or tank contaminate ground water or	
Approval:		11.0/1	
Date:		10/05/0	
Printed Name/Title With The Segment of the Segment	_ Signature		

Marbob Energy Corporation Attachment to OCD Form C-144

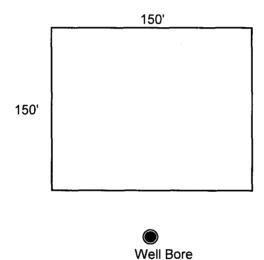
Pit or Below-Grade Tank Registration or Closure

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Salada Vista State #1

660' FNL & 990' FEL Section 36 T-19S R-30E 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