

N.M.O.C.D. COPY United States Department of the Interior

GEOLOGICAL SURVEY

P. O. Drawer U
Artesia, New Mexico 88210

AUG 1 0 1979

McClellan Oil Corporation
P. O. Box 730
Roswell, New Mexico 88201

Gentlemen:

MCCLELLAN OIL CORPORATION

MM Federal No. 1

1980 FSL 1980 FWL Sec. 31 T.9S R.26E
Chaves County Lease No. NM-0559993

Above Data Required on Well Sign

Your APPLICATION FOR PERMIT TO DRILL the above-described well to a depth of 4700 feet to test the Abo formation is hereby approved subject to compliance with the OIL AND GAS OPERATING REGULATIONS (30 CFR 221) and the following conditions:

- 1. Drilling operations authorized are subject to compliance with the GENERAL REQUIREMENTS FOR OIL AND GAS OPERATIONS ON FEDERAL LEASES, dated July 1, 1978.
- 2. Prior to commencing construction of road, pad, or other associated developments, operator will provide the dirt contractor with a copy of the SURFACE USE PLAN and this approval including the GENERAL REQUIREMENTS.
- 3. Submit a Daily Report of Operations from spud date until the Well Completion Report (form 9-330) is filed. The progress report should be not less than 8" x 5" in size and each page should identify the well.
- 4. All permanent above-ground structures and equipment shall be painted in accordance with the attached Painting Requirements. The color used should simulate Sandstone Brown (Federal Standard No. 595A, color 20318 or 30318).
- 5. Cement behind the 8-5/8" casing must be circulated.
- 6. Please have anyone contacting the Survey in regard to this well to identify the well with all of the information required above for the well sign.

Sincerely yours,

A SOUTH OF THE WAY

Joe G. Lara Acting District Engineer

Harmon Barrier St.