



United States Department of the Interior

GEOLOGICAL SURVEY

FEB 2 0 1980

P. O. Drawer U Artesia, New Mexico 88210 O. C. D. ARTESIA. OFFICE

February 15, 1980

Yates Petroleum Corporation 207 South Fourth Street Artesia, New Mexico 88210

Gentlemen:

YATES PETROLEUM CORPORATION
Long Arroyo "MQ" Fed No. 1
1650 FNL 1650 FWL Sec. 25 T.14s. R.27E
Chaves County Lease No. NM 19181

Above Data Required on Well Sign

Your APPLICATION FOR PERMIT TO DRILL the above-described well to a depth of 8,500 feet to test the Morrow 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 attached 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 these Conditions of Approval including the attached General Requirements.
- 3. Submit a Daily Report of Operations from spud date until the well is completed and the Well Completion Report (form 9-330) is filed. The report should not be 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 Guidelines. The color used should simulate Sandstone Brown (Federal Standard No. 595A, color 20318 or 30318).
- 5. Before drilling below the 8-5/8" casing, the blowout preventer assembly will consist of a minimum of one annular type and two ram type preventers.
- A kelly cock will be installed and maintained in operable condition.

