- 8. After setting the 8-5/8" casing string and before drilling into the Wolfcamp formation, the blowout preventers and related control equipment shall be pressure tested to rated working pressures by an independent service company. Any equipment failing to test satisfactorily shall be repaired or replaced. This office should be notified in sufficient time for a representative to witness the tests and shall be furnished a copy of the pressure test report.
- 9. Mud system monitoring equipment, with derrick floor indicators and visual and audio alarms, shall be installed and operating before drilling into the Wolfcamp formation and used until production casing is run and cemented. Monitoring equipment shall consist of the following:
 - (1) A recording pit level indicator to determine pit volume gains and losses.
 - (2) A mud volume measuring device for accurately determining mud volume necessary to fill the hole on trips.
 - (3) A flow sensor on the flow-line to warn of any abnormal mud returns from the well.
- 10. Notify the Survey by telephone 24 hours prior to spudding well.
- 11. Notify the Survey in sufficient time to witness the cementing of the 8-5/8" casing.
- 12. Cement behind the 13-3/8" and 8-5/8" casing must be circulated.
- 13. Special stipulations: Access road will be constructed as indicated on attached map.
- 14. 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,

(Orig, \$gd.) GEORGE H. STEWART

George H. Stewart
Acting District Engineer

N.M.O.C.D. COPY



267 SOUTH FOURTH STREET ARTESIA. NEW MEXICO 88210

TELEPHONE (505) 746 3558

PRESIDENT

MARTIN YATES, III

VIGE PRESIDENT

JOHN A YATES

S P YATES

VICE PRESIDENT B W HARPER

SEC TREAS

April 25, 1980

RECEIVED

MAY 13 1980

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

Re: Lease NM 36500 Cotton MX Federal Section 14-T19S-R25E Eddy County, New Mexico

Dear Sir:

Enclosed is the new plat showing the relocated wellsite and a map showing the new route to the location.

Moving the location is per yours and BLM's request. The access road change is due to the surface owner negative reaction to our using a road that Cotton Petroleum and Yates Petroleum had built and paid damages to get to other locations (The Boyd BN and the Federal II Com #1).

If needed, the caliche pit that we would use is located in the NE% of the SE% of Section 3-19S-25E. This pit was cleared recently.

Expeditious approval of the APD would be greatly appreciated. Thank you.

Sincerely,

YATES PETROLEUM CORPORATION

Gliserio Rodriguez Geographer

GR/ob

RECEIVED

PR2.

U.S. GEULUGIC III SOUTÉ: ARTESIA, NEW MENTOS