

United States Department of the Interior

GEOLOGICAL SERVEY

P. O. Drawer U

RECAETESÚA New Mexico 88210

MAY 1 8 1979

May 14, 1979

O. C. C.

Amoco Production Company
P. O. Box 68
Hobbs, New Mexico 88240

AMOCO PRODUCTION COMPANY
Federal "AA" No. 1
1980 FNL 1980 FWL Sec. 17, T22S, R26E
Eddy County Lease No. NM-9545

Gentlemen:

Above Data Required on Well Sign

Your APPLICATION FOR PERMIT TO DRILL the above-described well to a depth of 11,700 feet to test the Morrow 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 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 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 Guidelines. The color used should simulate sandstone brown (Federal Standard No. 595A, color 20318 or 30318).
- 5. Before drilling below the 9-5/8" intermediate casing, the blowout preventer assembly will consist of a minimum of one annular type and two ram type preventers.
- 6. A kelly cock will be installed and maintained in operable condition.
- 7. After setting the 9-5/8" 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 inde-

