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United States Department of the Interior

GEOLOGICAL SURVEY SPECIAL APPROVAL STIPULATIONS

THE FOLLOWING DATA IS REQUIRED ON THE WELL SIGN:

RECENTED

CITIES SERVICE COMPANY	
No. 1-Federal "N" Com	NGV 07 1980
NE ¹ 3SE ¹ 4 Sec. 5 T. 23S R. 26E	
Eddy County New Mexico	
Lease No. NM-13984	
	ABT134, OFFICE

THE SPECIAL STIPULATIONS CHECK MARKED BELOW ARE APPLICABLE TO THE ABOVE-DESCRIBED WELL AND APPROVAL OF THIS APPLICATION TO DETLE IS CONDITIONED UPON COMPLIANCE WITH SUCH STIFULA TONS. EACH PERMITTEE HAS THE RIGHT OF ADMINISTRATIVE APPEAL TO THESE SPECIAL STIPULATIONS PUBSUANT TO TITLE 30 CFR 290.

A. <u>B</u> surface casing should be set in the Rustler Anhydrite formation and cement circulated to the surface. If surface casing is set at a lesser depth; the casing must be comented from the casing shoe to the surface or cemented to the surface through a stage tool set at least 50 feet below the top of the Rustler after cementing around the shoe with sufficient cement to fill to the base of the salt section.

- B. Before drilling below the Cicc casing, the blowout preventer assembly will consist of a minipum of one annular type and two ram type preventers.
- C. Casing protectors will be run on drill pipe while drilling through the casing. Protectors will be of sufficient number and of sufficient outside diameter to protect the casing.
 D. Minimum required fill of cement behind the C S casing is to The Acceptor C C.

Ε.

After setting the \mathcal{E} casing string and before drilling into the \mathcal{U} casing string and before drilling into the \mathcal{U} casing 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.

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F. Mud system monitoring equipment, with derrick floor indicators and visual and audio alarms, shall be installed and operating before drilling into the <u>Welk-werth</u> formation and used until production casing is run and commented. <u>Monitoring equipment</u> shall consist of the following:

- 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.

G. Н. All pits containing toxic liquids will be fenced and covered with a fine mesh netting, if necessary for the protection of livestock or wildlife. Above encoded permanent structures and equipment shall be painted in accordance

Above ground permanent structures and equipment shall be painted in accordance with the Painting duidelines. The paint color is to simulate:

Sandstone Snown, Fed. Std. 595-20318 or 30318

7 Sagebrush Gray, Fed. Std. 595-26357 or 36357

	