REGULATORY REQUIREMENTS

(EDDY COUNTY, NEW MEXICO - FEDERAL LAND)

A copy of the drilling permit packet, furnished by Operator, must be kept at well site. Notify United States Department of Interior, Bureau of Land Management, Carlsbad, (505) 887-6544, and New Mexico Oil Conservation Division, Artesia, (505) 748-1283, at least 24 hours prior to spudding and setting/cementing casing strings. Furnish directly to Larry Sanders, Phillips Petroleum Company, Room 401, 4001 Penbrook, Odessa, Texas 79762, a certified tabulation of deviation record by drilling contractor. (Deviation not to average more than 5 degrees in any 500' interval.) If salt water flow is encountered, immediately contact NMOCD at above number or one of the following on nights and weekends:

L.	Α.	Clements	748-2353	M. C. Stu	bblefield 746-4459
Μ.	Β.	Williams	746-4126	D. G. Moo	
J.	D.	Robinson	622-2059		/ 10 2003

BLM-1