



## United States Department of the Interior

**JUN 5** 1979

GEOLOGICAL SURVEY
P. O. Drawer U
Artesia, New Mexico 88210

O. C. C.

June 1, 1979

Gulf Oil Corporation P. O. Box 670 Hobbs, New Mexico 88240 GULF OIL CORPORATION

Marquardt Federal No. 2

1650 FNL 1650 FWL Sec. 12, T25S, R26E

Eddy County Lease No. NM-14124

## Gentlemen:

Above Data Required on Well Sign

Your APPLICATION FOR PERMIT TO DRILL the above-described well to a depth of 11,650 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 10-3/4" 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 10-3/4" 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-

