

United States Department of the Interior JUL 1 1980

GEOLOGICAL SURVEY

P. O. Drawer U Artesia, New Mexico 88210

O. C. D. ARTESIA, OFFICE

June 25, 1980

Exxon Corporation Post Office Box 1600 Midland, Texas 79702

Gentlemen:

EXXON CORPORATION

Milepost Fed. Com. "2" No. 1 660 FNL 660 FEL Sec. 31, T.26S, R.26E. Eddy County Lease No. NM-22628

Above Data Required on Well Sign

Your APPLICATION FOR PERMIT TO DRILL the above-described well to a depth of 11,400 feet to test the Morrow is hereby approved subject to compliance with the OIL AND GAS OPERATING REGULATIONS (30 CFR 221) and the following conditions:

- Drilling operations authorized are subject to compliance with the 1. attached General Requirements for Oil and Gas Operations on Federal Leases, dated July 1, 1978.
- Prior to commencing construction of road, pad, or other associated 2. 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.
- All access roads will be limited to a 12 foot wide driving surface, 3. excluding turnarounds. Surface disturbance associated with road construction will be limited to 20 feet in width.
- 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 not be less than 8" x 5" in size and each page should identify the well.
- 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).
- Before drilling below the 8-5/8" casing, the blowout preventer 6. assembly will consist of a minimum of one annular type and two ram type preventers.
- A kelly cock will be installed and maintained in operable condition. 7.