



United States Department of the Interior

GEOLOGICAL SURVEY

ARTESIA

~~WAS~~ DISTRICT

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AUG 26 1980

O. C. D.
ARTESIA, OFFICE

*Gulf Oil Corp.
Marguerite Fed, No. 4
700' FSL 1980' FWL, Sec 1 T25S R36E
Eddy County Lease No. NM-14124*

[Above Data Required on Well Sign]

GENERAL REQUIREMENTS

FOR

OIL AND GAS OPERATIONS ON FEDERAL LEASES

These General Requirements apply generally to all oil and gas operations on Federal leases. They apply specifically to the above described well. Special requirements that apply and are effective for this well, if any, are check-marked in section 15 of these General Requirements.

1. GENERAL:

- A. Full-compliance with applicable laws and regulations, with the approved Permit to Drill, and with the approved Surface Use and Operations Plan is required. Lessee's and/or operators are fully accountable for the actions of their contractors and subcontractors.
- B. Each well shall have a well sign in legible condition from spud date to final abandonment. The sign should show the operator's name, lease name or unit name, well number, location of the well and the lease serial number.
- C. A complete copy of the approved Application for Permit to Drill and the accompanying Surface Use and Operations Plan along with any conditions of approval shall be available to authorized personnel at the drillsite whenever active construction or drilling operations are underway.
- D. A drilling operations progress report is to be submitted daily from spud date until the well is completed and the Well Completion Report (form 9-330) is filed. The report should be on paper not less than 5 X 8 inches in size and each page should identify the well by operator's name, well name and number, and by well location.
- E. Immediate notice is required of all blowouts, fires, spills, and accidents involving life-threatening injuries or loss of life. (See NTL-3)
- F. No construction activities, such as roads, well sites, tank battery sites, pits, or other work involving surface disturbance will be commenced until a Surface Use and Operations Plan is submitted and approval obtained.
- G. If, during operations, any archeological or historical sites, or any object of antiquity subject to the Antiquities Act of June 8, 1906, are discovered, all operations which would affect such sites are to be suspended and the discovery reported promptly to the appropriate offices of the Geological Survey and the Bureau of Land Management.
- H. Prior approval of the District Engineer is required for variance from the approved drilling program and before commencing plugging operations, plugback work, casing repair work, corrective cementing operations, or suspending drilling operations indefinitely. Emergency approval may be obtained orally, but such approval does not waive the written report requirements.

NOTE: Sec. 2-C and 2-D above apply primarily to Federal Surface. If the land is privately owned, these requirements may be varied to comply with the operator-landowner agreement.

E. Each existing fence to be crossed by the permittee will be braced and tied off before cutting so as to prevent slacking of the wire. The opening will be protected as necessary during construction to prevent the escape of livestock and upon completion of construction, the fence will be repaired back to the original standard of the existing fence. A cattle guard will be installed in any fence where a road is to be regularly traveled. A twelve foot gate will be installed adjacent to the cattle guard when necessary.

G. Vegetative materials removed during construction must be disposed of in such manner that it does not detract from the aesthetics of the area and does not accelerate erosion. Vegetation removed during clearing operations should be placed in drainages, washes, gullies, etc., and "walked down" by crawler type tractor. If there are no drainages in the immediate area, the vegetation should be "walked down" in place. All trash resulting from construction activities will be disposed of. Any large rocks resulting from construction activities will not be piled or left in rows but will be left so they do not detract from the natural appearance of the area. Any available topsoil encountered during construction should be stockpiled for use in restoring the pit area after the pits are covered.

H. No caliche, gravel, or other related minerals from new or existing pits on Federal land will be used in construction of roads, well sites, etc., without prior approval from the Bureau of Land Management.

I. 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, the conditions of approval and a copy of sec. 2 and 3 of these General Requirements.

2. CONSTRUCTION ACTIVITIES, (ALSO REFER TO SEC. 3, DRILLING PITS):

J. Unless drilling operations are commenced within one year, approval of an Application for Permit to Drill will automatically expire. A written request for extension may be granted if timely submitted.

K. Well area and lease premises will be maintained in a workmanlike manner with due regard to safety, conservation, and appearance. All waste associated with the drilling operations will be contained and will be buried in place (in a separate trash pit) or removed and deposited in an approved sanitary landfill. All garbage (metal containers will be crushed) and debris left on site will be buried at least two feet deep. All trash and debris will be buried or removed from the site within one month after removal of the drilling rig and/or completion rig, and the well site will be kept clean and in an aesthetically satisfactory condition for the life of the well.

L. Unless drilling operations are commenced within one year, approval of an Application for Permit to Drill will automatically expire. A written request for extension may be granted if timely submitted.

M. All shows of fresh water and minerals will be reported and protected.

N. Blowout prevention equipment is to be installed, tested, and in working order before drilling below the surface casing and shall be maintained ready for use until drilling operations are completed.