

UNITED STATES DEPARTMENT OF THE INTERIOR GEOLOGICAL SURVEY

P. 0. Box 997 Roswell, New Mexico September 21, 1950

Mac T. Anderson
Box 613
Astec, New Mexice

Re: Santa Fe 078115

Dear Mr. Anderson:

Receipt is acknowledged of your "Notice of Intention fo Drill" dated September 18, 1950, covering your well No. 2 Torkin on the subject lease in the NET SET sec. 13, T. 27 N., R. 12 W., N. W. P. M., San Juan County, New Mexico.

Your proposed work is hereby approved subject to compliance with the provisions of the "Oil and Gas Operating Regulations" revised May 25, 1942, a copy of which will be sent to you on request, and subject to the following conditions:

- 1. Drilling operations so authorized are subject to the attached sheet for general conditions of approval.
- 2. Furnish a weekly letter report during drilling operations, also furnish copies of driller's log, sample log and any electrical logs that are run.

Very truly yours,

District Engineer.

PLEASE READ DIFORE STARTING OPERATION

Attention is called to the following general and special requirements west likely to be overlooked by operators on Federal cil and gas leases. Suspension of field operations may be required by the District Regimeer for failure to comply with the Operating Regulations, the conditions of drilling approval, and these require requirements:

GENERAL

- 1. All drilling end producing wells shall be permanently marked in a conspicuous place with the name of operators, lease name, seriel number of lease, well number, and location. Necessary productions must be taken to proserve such signs.
- 2. Any desired change of drilling plan or condition of approval must have written approval of the District Engineer BEFORE the change is made.
- *3. Unless otherwise specified in the approval to drill, the production string of casing must be set at the top of the pay some, the completion shall be made with a reasonable gas—oil ratio.
- 4. SEFORE work is started, written approval must be obtained, unless other acceptable arrangements are made in advance with the District Engineer, and after work is completed results must be reported to the U. S. Geological Survey by submitting complete information in triplicate on form 9-331s, covering:
 - 8. 'fudding or cementing, including proposed date and method of testing, water shut-off.
 - b. Drill-stem tests or perforating.
 - c. Casing alterations, packer settings, or repairs of any kind.
 - d. Shooting, soid treatment, deepening or plugging back.
 - e. Ges-lift installations.
 - f. Drilling of water wells.
- 5. Northly report of operations in duplicate, on form 9-329, must be submiched promptly each month beginning with spudding of the first well on a lease and continuing until approved abendonment of all drilling and producing operations.
- c. Log, in duplicate, on form 9-350, must be submitted within 10 days of reching temporary or permanent drilling depth. Copy of all electrical logs, sample outtings logs, drilling-time logs, and any other well information not given on the standard form, should be attached to same.
- 7. Separate application to drill any water well on federal land is required, and special procedure is necessary for abandonment of any well having a desirable water supply.
- 8. Ill walls and lease promises shall be main: aimed in first class condition with due regard to safety, conservation, appearance, and refuse disposal.
- 9. The notice of intention to drill any tell is reached without further notice if drilling is not started within 30 days of approval.
- 10. Demont must be allowed to set a minimum of 72 hours on all strings of esting prior to drilling the plug, except for modifications provided by the Supervisor's order dated farch 10, 1947, copy of which will be furnished on request.