

8. After setting the 8-5/8" 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 independent service company. Any equipment failing to test satisfactorily shall be repaired or replaced. This office should be notified in sufficient time for a representative to witness the tests and shall be furnished a copy of the pressure test report.
9. Mud system monitoring equipment, with derrick floor indicators and visual and audio alarms, shall be installed and operating before drilling into the Wolfcamp formation and used until production casing is run and cemented. Monitoring equipment shall consist of the following:
 - (1) A recording pit level indicator to determine pit volume gains and losses.
 - (2) A mud volume measuring device for accurately determining mud volume necessary to fill the hole on trips.
 - (3) A flow sensor on the flow-line to warn of any abnormal mud returns from the well.
10. Notify the Survey by telephone 24 hours prior to spudding well.
11. Special Stipulations:
 - a. When removing water from Butcher Spring by any means, including truck and pipeline, the operator will utilize a screen over the end of his intake hose or pipe. This screen will be constructed from a short section of culvert pipe with a section of pipe welded to it. This section of pipe will be compatible with the hose or pipe the water is pumped through. Both ends of the culvert pipe will have pieces of 1/4" screening securely fastened over the ends to prevent animal life from being removed with the water.

Butcher Spring will not be lowered beyond the point specified on the BLM installed marker as the minimum depth. This point will be colored red. This marker will not be disturbed by the operator.

To enable the BLM to make better estimates of water use from this spring in the future, the Exxon representative will keep a record of water use and water depth daily. The marker will have waterline marked in blue, inches from the waterline will be marked in black.
 - b. Utilize caliche pit in NW1/4SW1/4 sec. 8, T. 25 S., R. 26 E.