

U. S. Geological Survey

HOBBS DISTRICT

Continental Oil Company
No. 59 Warren Unit
NE $\frac{1}{4}$ SE $\frac{1}{4}$ Sec. 29-10S-38E
Lea County, New Mexico

Above Data Required on Well Sign

CONDITIONS OF APPROVAL

1. Drilling operations authorized are subject to compliance with the attached General Requirements for Drilling Operations on Federal Oil and Gas Leases, dated January 1, 1977.
2. Notify this office (telephone (505) 393-3612) when the well is to be spudded and in sufficient time for a representative to witness all cementing operations. Attached are names and telephone numbers of Geological Survey and Bureau of Land Management personnel who are available for consultation during construction, drilling, completion, and rehabilitation activities.
3. Immediate notice is required of all blowouts, fires, spills, and accidents involving life-threatening injuries or loss of life.
4. Secure prior approval of the District Engineer for variance from the approved drilling program and before commencing plugging operations, plug-back work, casing repair work, corrective cementing operations, or suspending drilling operations indefinitely.
5. 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.
6. Operator will provide the dirt contractor with a copy of the enclosed Geological Survey "General Requirements For Drilling Operations on Federal Oil and Gas Leases, Hobbs District" prior to commencing construction of road, pad, or other associated developments.
7. In the event the oil or gas test results in a dry hole, the drill pad and access road will be ripped in accordance with "BLM Roswell District's Ripping Recommendations for Caliche or Compacted Drill Pads and Access Roads". (Re seeding of the affected areas may be required at the discretion of the BLM authorized officer).

All ripped surfaces are to be protected from vehicular travel by constructing a dead-end ditch and earthen barricade at the entrance to these ripped areas. The barricade is to be constructed using spoil material from the ditch and should be of sufficient magnitude to discourage vehicle entry.
8. All above ground structures, not subject to applicable conservation and safety requirements, shall be painted to blend with the natural surroundings unless alternate colors for specific equipment are requested and approved. The paint used should be a nonglare, nonreflective, flat, or semi gloss that simulates Fed. Stand. No. 595, color 30318.

9. Minimum required fill of cement behind the 7" casing is to the base of the salt section.
10. 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 cattleguard will be installed in any fence where a road is to be regularly traveled. A twelve foot gate will be installed adjacent to the cattleguard when directed by the BLM authorized officer.