

U. S. Geological Survey

MOSES DISTRICT

Cleary Petroleum Corporation
No. 1 New Mexico Federal "F" Co.
Lot 14 Sec. 5-21S-32E
Lea County, New Mexico

Above Data Required on Well St

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. All pits found to contain toxic liquids will be fenced and covered with a fine mesh netting for the protection of wildlife as directed by the responsible BLM representative.
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 Districts' Ripping Recommendations for Caliche or Compacted Drill Pads and Access Roads" (3109).
8. All structures and pipelines above ground, not subject to applicable conservation and safety requirements, should be painted a non-glare, non-reflective, non-chalking color that simulates the natural colors of the site. The Federal Standard Number to be used is Fed. Stand. 595, Color 30318.