



00062480

FEDERAL LAND

CONDITIONS OF APPROVAL

1. The lessee or operator shall mark the derrick or well in a conspicuous place with the name of the operator, well number, the land office and serial number of the lease, and location of the well and shall take all necessary precautions to preserve these markings.
2. A conductor or surface string of casing shall be run and cemented from bottom to surface unless other procedure is expressly authorized by this approval. The conductor or surface string shall be of sufficient weight and length and have installed thereon the proper and necessary high pressure fittings and equipment to keep the well under control in case an unexpected flow of gas, oil or water is encountered.
3. All showings of oil or gas are to be adequately tested for their commercial possibilities. All showings shall be properly protected by mud, cement, or casing so that each showing will be confined to its original stratum. Necessary precautions shall be taken to prevent waste or damage to other minerals drilled through and the U. S. Geological Survey, upon request, shall be furnished with carefully taken samples of such minerals as coal, potash, and salt.
4. Lessee's Monthly Report of Operations (Form 9-329) shall be filed in duplicate with the office of U. S. Geological Survey, P. O. Box 400, Casper, Wyoming, not later than the sixth of the succeeding month. The report should show for this well any change of status occurring within the particular month such as date drilling commenced, suspended, resumed or completed, total depth as of the end of the month, and if shut down the reason therefor.
5. Two copies of the log of this well on Form 9-330, or other acceptable form and when available two copies of all electrical logs, directional, diameter and temperature surveys of the hole shall be filed with the district engineer within 15 days after such information is received by operator on completion of the well whichever is earlier.
6. The District Engineer, G. G. FRAZIER, shall be notified on Form 9-331a in triplicate giving thereon all necessary details of the proposed operation or test for proper consideration and action sufficiently in advance of making casing or formation tests, shooting or acidizing, running or cementing casing, other than the surface or conductor string, to permit approval of the notice prior to date of proposed work.

448 NEW CUSTOMHOUSE

DENVER 2, COLORADO