

Multi Point Surface Use and Operations Plan
Oxy USA Inc.'s Government U #2

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- H. Surface Ownership: The wellsite and access road are on Federal owned surface. The surface is leased to Jimmy and Kenny Spears, 3303 Prospect, Carlsbad, New Mexico. They will be notified of our intention to drill prior to any activity.

Upon completion of the well, any plastic material used to line the pits or sumps will be cut off below ground level as far as possible and disposed of before the pits are covered. All unattended pits containing liquid will be fenced and the liquid portion allowed to evaporate before the pits are broken and backfilled.

All waste associated with the drilling operation will be buried in place in a separate trash pit. All garbage and debris left on site will be buried at least 3' deep. The well site, if a producer, will be maintained and kept clean of all trash and litter which detracts from the surrounding environment. Equipment will be maintained in accordance with good operating practice.

After the wellsite is cleaned and pits and sumps back-filled, any obstruction to the natural drainage will be corrected by ditching or terracing. All disturbed areas, including any access road no longer needed, will be ripped. Those areas will be reseeded with grass if, in the opinion of the Bureau of Land Management, it is required.

12. Operator's Representatives

The field representatives responsible for assuring compliance with the approved surface use and operations plan are as follows:

Mr. S.C. Nichols, Production Foreman
P.O. Box 69
Hobbs, New Mexico 88240

Office Phone: 505/393-2174
Home Phone: 505/392-5943

Frank A. Vitrano, Operations Manager, Hobbs
P.O. Box 50250
Midland, Texas 79710

Office Phone: 915/685-5600
Home Phone: 915/694-2958