MULTI-POINT SURFACE USE & OPERATIONS PLAN

BTA OIL PRODUCERS

#1, INDIAN "A", 9201 JV-P 660' FNL & 1980' FEL Sec. 5, T22S, R23E Eddy County, NM

This plan is submitted with Form 3160-3, Application for Permit to Drill, covering the referenced well. The plan describes the location of the proposed well, the proposed construction activities and operations plan, the magnitude of necessary surface disturbance, and the procedures to be followed in rehabilitating the surface after completion of the operation so that complete appraisal can be made concerning the environmental effects associated with the operations.

1. Existing Roads

- A. Exhibit —A— is a topographic map showing the location of the proposed well as staked with existing roads and conditions within the one mile area. The proposed location is approximately 20 miles west from Carlsbad, New Mexico as shown on Exhibit —B—.
- B. From Carlsbad, travel 9 miles north on US Highway 285. Turn left on NM 137 and travel 8.6 miles. Turn right on County Road 401 and go 6 miles, turn left and travel 2 miles. Turn east on existing lease road and proceed 1.7 miles. Turn right and proceed to the drillsite, as shown on Exhibits -B-(1), -B-(2) and -D-.

2. Access Road

- A. Our proposed access road will be 520 feet from the existing lease road in Sec. 5 to the well pad as shown on Exhibit -D-.
- B. Caliche will be used for the access road; watered, compacted and graded.
- C. The access road will be crowned for drainage and maintained during drilling operations and, if productive, as long as producing.

3. Location of Existing Wells

A. All existing wells within a one mile radius of our proposed well are shown on Exhibit -C-.