SURFACE USE AND OPERATIONS PLAN

FOR

BETTIS, BOYLE & STOVALL
WELL NO.1 LOTOS "A" FEDERAL
1980'FWL SEC.15, T.24 S., R.31 E.
EDDY COUNTY, NEW MEXICO

LOCATED: 20 miles east of Loving, New Mexico.

FEDERAL LEASE NUMBER: NM-56741.

LEASE ISSUED: November 1, 1984.

ACRES IN LEASE: 160.

RECORD LESSEE: Texaco.

SURFACE OWNERSHIP: Federal.

GRAZING PERMITTEE: J.R. Engineering Construction Co.

P. O. Box 12237 Odessa, Texas 79768

POOL: Wildcat

POOL RULES: Statewide Rules. 320 acre spacing for deep gas.

EXHIBITS: A. Road Map

B. Plat Showing Existing Wells and Existing Roads

C. Drilling Rig Layout

D. Topo Plat