SURFACE USE AND OPERATIONS PLAN

FOR

BIRD CREEK RESOURCES, INC. WELL NO. 1 CARTHEL FEDERAL 2310'FSL & 1650'FEL SEC.5, T.23 S., R.29 E. EDDY COUNTY, NEW MEXICO

LOCATED: 6 air miles east-northeast of Loving, New Mexico.

FEDERAL LEASE NUMBER: NM-59383.

LEASE ISSUED: September 1, 1984. Lease is in producing status.

ACRES IN LEASE: 602.12.

RECORD LESSEE: Eastland Exploration 1/2 - Eastland RES 1/2.

SURFACE OWNERSHIP: State.

GRAZING PERMITTEE: None.

POOL: Wildcat.

POOL RULES: Statewide Rules. 40 acre spacing for oil.

EXHIBITS: A. Road Map

B. Plat Showing Existing Wells and Existing Roads

C. Drilling Rig Layout

D. Topo Plat