

RESUME OF THE DEVELOPMENT PLAN FOR SURFACE
ON DEEPENING THE JICARILLA 70-1 WELL

Chace Oil Company, Inc.
620 FWL, 490' FSL, Section 33
T24N, R4W, Rio Arriba County, New Mexico

1. Location and vicinity map, State Form C-102 and Topographic insert. Exit Dulce Highway approximately 9 miles north of Highway 44 turnoff.
2. No roads to be built.
3. Well is 3300' SW of the Jicarilla 70-3 Well located in Unit C of Section 33, T24N, R4W.
4. Roads shown on topography plat.
5. In case of gas production, El Paso is tied into the location. No other surface equipment is anticipated at this time.
6. Water to come from private water hole approximately 6 miles north of well, if needed. Will attempt to drill with air.
7. All trash and waste material will be placed in the mud pit and covered. No additional surface to be used, such as air strips or campsites.
8. None
9. None
10. Rig Layout shown on attached plat.
11. The topography is mountainous and location is complete with the exception of building a mud pit and leveling location.
12. Drill site is compacted.
13. After well completion, location will be restored to present condition.
14. Field representative to contact is Royce McCary, Telephone 266-5562 at 313 Washington, S.E., Albuquerque, NM 87108.