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## DEVELOPMENT PLAN FOR SURFACE USE

For proposed Sanan, Ltd. #1 Bull well  
located 1450' fnl, 1450' fel, Sec. 8,  
Township 26 North, Range 12 West,  
N.M.P.M., San Juan County, New Mexico.

1. The attached topographic map indicates the proposed location of the well as well as the location of existing roads and existing wells in the immediate area.
2. The proposed location is accessible via state highway 371 south to the El Paso Natural Gas Company's Chaco Plant entrance, then north-west one mile on an improved dirt road, then 1500' southwest to the Bedford Inc. #1 Nelson well. A dirt road extends past this location to the southwest within 20' of the proposed location, which is 600' southwest of the Nelson well.
3. The attached rig location layout plan indicates the only dirt work anticipated is the digging to two mud reserve pits, approximately 8'X6'X6' in size, immediately adjacent to the hole. Upon completion of the well all waste materials will be placed in these pits and the pits filled to present terrain level.
4. No additional wells are presently planned on this lease. Should the proposed well prove productive, any production or storage facilities will be installed within a 200' radius of the proposed hole, as dictated by the need of a future tie to a presently-existent gas-gathering system, should the well be gas-productive. The gas-gathering system presently extends to the #1 Nelson well 600' to the northeast.
5. Water for drilling the well will be obtained from El Paso Natural Gas Company's Chaco Plant facilities and will be hauled by truck to the location.
6. No permanent camp or airstrip facilities are proposed.
7. Upon completion of the drilling operation, the location will be cleaned up, pits filled, location leveled and any disturbed area not utilized for producing well facilities will be re-seeded as required.
8. The lessee and operator's representative is William R. Speer, P.O. Box 255, Farmington, New Mexico 87401; telephone 325-7789 or 325-2520.