

Proposed Development Plan for Surface Use

Amoco Production Company's Myers "B" Federal Well No. 28, Unit D, 660' FNL and 810' FWL, Section 15, T-24-S, R-37-E, Lea County, New Mexico - (Development Well).

1. Existing roads including location of exit from main highway.
Detailed map showing drillsite location in relation to the nearest town and all existing roads within one mile of the wellsite are shown on Exhibit A. From Jal, go north on Highway 18 six miles to Jal Cooper Cemetery turnoff. Turn east on caliche road and go two miles. Turn north on lease road and go 9/10 of a mile. Turn east and go 810' to the location. See Exhibit B.
2. Planned access roads.
No new roads will be build, as drilling pad is adjacent to existing caliche road.
3. Location of existing wells.
All existing wells within one mile radius are shown on Exhibit C.
4. Location of tank batteries and flow lines.
If the well is commercially productive, the production facilities will be located on the southeast end of the drilling pad. See Exhibit D.
5. Location and type of water supply.
Fresh water will be hauled from a water well two miles south of the location. Brine water will be hauled from Eunice, New Mexico.
6. Source of construction materials.
Caliche will be obtained from an existing pit located approximately 1.5 miles southeast of location.
7. WASTE DISPOSAL -
 - a. Drill cuttings will be disposed of in the reserve pit.
 - b. Drilling fluids will be allowed to evaporate in the reserve pit until the pit is dry.