

MULTI-POINT SURFACE USE AND OPERATIONS PLAN
YATES PETROLEUM CORPORATION
Zia "ZS" Fed. Com. #1
563' FSL and 2125' FWL
Section 11-T20S-R29E
Eddy County, New Mexico

This plan is submitted with Form 9-331C, Application for Permit to Drill, covering the above described well. The purpose of this plan is to describe the location of the proposed well, the proposed construction activities and operations plan, the magnitude of surface disturbance involved and the procedures to be followed in rehabilitating the surface after completion of the operations, so that a complete appraisal can be made of the environmental effect associated with the operations.

1. EXISTING ROADS:

Exhibit A is a portion of a BLM color quad map showing the well and roads in the vicinity of the proposed location. The proposed wellsite is located approximately 15 miles northeast of Carlsbad, New Mexico and the access route to the location is indicated in red and green on Exhibit A.

DIRECTIONS:

- A. Take Highway 62/180 going east from Carlsbad for 13 1/2 miles.
- B. Turn north on County Road 238 and go north for 3.5 miles.
- C. New road will start here going due east.

2. PLANNED ACCESS ROAD

- A. The proposed new access road will be approximately 1400' in length from point of origin to the southwest edge of the drilling pad. The road will lie in a west to east direction.
- B. The new road will be 14 feet in width (driving surface).
- C. The new road will be bladed with drainage on one side. No turnouts will be built.
- D. The route of the road is visible.

3. LOCATION OF EXISTING WELL

- A. There is drilling activity within a one mile radius of the wellsite.
- B. Exhibit B shows existing wells within a one-mile radius of the proposed wellsite.