Thirteen Point Surface Use Plan MARATHON OIL COMPANY

North Indian Basin Unit No. 21 Sec. 11, T-21-S, R-23-E Eddy County, New Mexico

- 1. <u>Existing Roads</u>: Refer to Vicinity Lease Map.
 - a. The proposed wellsite is staked and the surveyor's plat is attached.
 - b. To reach the location from Carlsbad, New Mexico: Follow Hwy 285 North of 4 miles. Turn West on Queen's highway (NM 137) for 8.8 miles. Turn right on NM 401 for 3.7 miles. Turn right on Grey Oak Road (NM 403) for 1.9 miles.
 - c. Existing roads within a one-mile radius (refer to Vicinity Lease Map).
 - d The existing road will be maintained as necessary to provide access during the drilling operation.
- 2. Planned Access Road: Refer to Vicinity Lease Map.

Access will be by existing lease roads. Construction plans will require blading and rolling the road and pad. No new access road will be required, as the location falls beside the existing lease road. The access road will enter the drilling pad on the southwest corner. The drilling location will have a V-door facing south.

- 3. Location of Existing Wells: See Vicinity Lease Map.
- 4. Location of Existing and Proposed Production Facilities within a one-mile radius:
 - a. Existing: There are six gas wells operated by Marathon Oil Company within a one-mile radius of the proposed location. These locations have production facilities including separators, condensate storage tanks and location drips. Marathon and Santa Fe Energy operates a variety of dehydrators, meter runs, and several gathering lines in the one-mile radius.
 - b. <u>New Facilities</u>: The proposed location will have a separator and gas sales line. The actual equipment and its configuration will be determined after the well is completed.
 - c. Rehabilitation of disturbed areas no longer needed for operations will be accomplished by grading, levelling and seeding as recommended.