

MULTI-POINT SURFACE USE AND OPERATIONS PLAN
SANTA FE ENERGY OPERATING PARTNERS, L.P.
JAMES RANCH NO. 57
SECTION 17, T-23-S, R-31-E
EDDY COUNTY, NEW MEXICO

This plan is submitted with Form 3160-3, 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 necessary 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 effects associated with the operation.

1. EXISTING ROADS.

- A. Exhibit E is a 15 minute topographic map which shows location of the proposed wellsite and roads in the vicinity. The proposed location is situated approximately 18 miles East of Loving, New Mexico.

DIRECTIONS:

1. From the junction of Highway 31 and Highway 128, go East on Highway 128 for 12.8 miles. Turn left (North) between MM 12 & 13 through the orange cattleguard then follow main lease road East, North and West for 3/4 miles to location.

2. PLANNED ACCESS ROAD.

- A. A 14' wide access road will extend from the existing lease road 920' West to the location.

3. LOCATION OF EXISTING WELLS.

- A. The well locations in the vicinity of the proposed well are shown in Exhibits E & F.

4. LOCATION OF EXISTING AND/OR PROPOSED FACILITIES.

- A. There are two existing producing gas wells and ten existing producing Delaware oil wells on this lease at this time.
- B. In the event the well is productive, the necessary production equipment will be installed on the drilling pad. If the well is productive of oil, a gas or diesel powered self contained pumping unit will be used.