

SURFACE USE PLAN

McClellan Oil Corporation: NM Federal
1980' FSL & 1980' FWL Section 31, T9S, R26E
Chaves County, New Mexico
Federal Lease NM 0559993

JUL 23 1973
U.S. DEPT. OF THE INTERIOR
ALBUQUERQUE, NEW MEXICO

1. Existing Roads

Exhibit "A" is a portion of the Chaves County road map of the New Mexico State Highway Department, showing the proposed well site in relation to nearby highways and ranch-oil field roads. U. S. Highway 380 will be used for 8 miles from Roswell to the ranch road. This highway is maintained by the State of New Mexico. The oil field-ranch road will be used for approximately 6 miles. This road is constructed of caliche, is approximately 12' to 35' in width and is maintained by the county ranchers, and oil operators who utilize this road. All roads and highways to be used are marked in yellow and the proposed well site and nearby towns are marked in red.

2. Planned Access Road

Exhibit "B" shows the ranch and oil field roads. The new road to be constructed is marked in red and is approximately 200' in length. Approximately 2500' of existing ranch road will be repaired and utilized (shown in green on exhibit "B" 1). This road will be 12' wide. No caliche will be necessary as gypsum is outcropped on the surface. The road will be watered and graded. Existing gates and cattleguards will be utilized. All existing fences will be left intact.

3. Location of Existing Wells

Exhibit "C" shows all of the producing wells within 2 miles of the proposed test with ownership of various tracts.

4. Location of Tank Battery, Production Facilities & Production Gathering & Service Lines

If gas production is achieved the location of the line will be determined by the purchaser laying in the gathering system to his existing gas lines.

5. Location and Type of Water Supply

There is no useable water in this area. All water needed for drilling, testing, and completion will be trucked in by a commercial transport on existing roads as shown on Exhibit "A".

6. Source of Construction Materials

No construction material is anticipated as the surface consists of outcropped gypsum and will be leveled and graded.

7. Handling of Waste Disposal

All waste material remaining after the drilling of this well will be placed in mud pit as shown on Exhibit "D". Any combustible or biochemically degradable material will be placed in the "burn and trash pit".