

11. E. Residences and Other Structures: The nearest occupied dwelling is the ranch headquarters which is approximately 2000 feet south of the wellsite. See Exhibit "B".
- F. Land Use: Cattle grazing.
- G. Surface Ownership: The wellsite is on fee land owned by Mr. Carlton Davis owner of the Sand Ranch. Minerals are federally owned. An agreement has been reached between MGF Oil Corporation and Mr. Davis concerning surface damages and restoration of the surface, after operations have been completed.
- H. There is no evidence of any archaeological, historical or cultural sites in the area. An archaeological survey has been conducted by New Mexico Archaeological Services, Inc., P. O. Box 1341, Carlsbad, New Mexico 88220, and their report has been submitted to the appropriate government agencies.

12. OPERATOR'S REPRESENTATIVE:

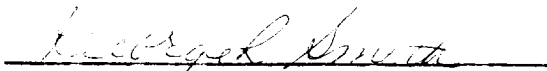
- A. The field representative responsible for assuring compliance with the approved surface use and operations plan is as follows:

Jim Orseth
MGF Oil Corporation
P. O. Box 5027
Midland, Texas 79701
(915) 684-7121/office
(915) 694-7343/home

13. CERTIFICATION:

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drillsite and access route; that I am familiar with the conditions which presently exist; that the statements made in this plan are, to the best of my knowledge true and correct; and, that the work associated with the operations proposed herein will be performed by MGF Oil Corporation and its contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved.

December 14, 1979


George R. Smith
Agent for: MGF Oil Corporation