

SURFACE USE AND OPERATION PLAN

Snow Oil & Gas, Inc.
Duffield #1 (Re-entry)
1980 FSL & 1980 FWL
Sec. 21, T-16-S, R-27-E, Eddy County, N.M.

1. Location of Proposed Well:

- A. Exhibit "A" is a portion of a map displaying the proposed location and wellbore. Location is approximately 15 miles Northeast of Artesia, New Mexico.
- B. Directions: Starting point being Artesia New Mexico, go east Hwy. 83 12 miles to Electric Power Substation, turn north approximately 4 miles caliche road, northeast approximately 3 miles to pipeline station, turn northwest approximately 3 miles, turn west approximately 1 mile, north to location 1/4 miles.

2. Access Roads:

- A. Exhibit "B" displays the existing roads. No areas will be disturbed off of the location and access roads. All roads and location are existing.
- B. Existing access roads will be used in their present state. If necessary, caliche will be used to repair the existing roads.

3. Location of Existing Wells:

- A. Exhibit "A" displays the existing wells in the immediate area.

4. Location of Proposed Production Facilities:

- A. Facilities for separation and storage of produced hydrocarbons will be constructed on the wellsite pad. No new areas will be used for production facilities.

5. Location and Type of Water Supply:

- A. Water necessary for drilling operations will be purchased from a nearby commercial source and trucked to the drillsite.

6. Construction Material:

- A. Any material needed to build road and location will be purchased from a commercial source.

7. Methods for Handling Waste Disposal:

- A. Drill cuttings will be disposed in the Workover pit.