

SURFACE USE PLAN
FOR
DRILLING, COMPLETING AND PRODUCING

BEACH EXPLORATION, INC.
HENSHAW WELL NO. 9
660' FNL & 1980' FSL, Unit C
NE/4 NW/4 of SEC. 23 T16S, R30E
EDDY COUNTY, NEW MEXICO

LOCATED: 6.8 Miles NE of Loco Hills

OIL AND GAS LEASE: Previous Assigned LC-029424

ACRES IN LEASE: 320 Acres

RECORD LESSEE: BEACH EXPLORATION, INC.

OPERATOR'S AUTHORITY: Designated operator

BOND COVERAGE: BEACH'S \$100,000 BOND

SURFACE OWNER: United Sates

WELL SPACING: 40 Acres

EXHIBITS: A. Area Road Map
B. Topographic Map
C. Surface Map
D. Sketch of Well Pad