

SANTA FE SNYDER CORP.
MULTI-POINT SURFACE USE AND OPERATIONS PLAN
Riverside "31" Fed Com. #1
Section 31, T-16-S, R-27-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 by 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 the location of the proposed wellsite and roads in the vicinity. The proposed location is situated approximately 3 miles north of Riverside, New Mexico.

DIRECTIONS

- 1. From Artesia, go east on Hwy 82 4 3/4 miles to County Road 200 (Karr Ranch Rd) turn left and go 3 miles turn right 0.1 miles to proposed location.

2. PLANNED ACCESS ROAD.

- A. Build 140' of new access road to the proposed location.

3. LOCATION OF EXISTING WELLS.

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

4. LOCATION OF EXISTING AND/OR PROPOSED FACILITIES

- A. There are no producing gas 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.

5. LOCATION AND TYPE OF WATER SUPPLY.

- A. It is planned to drill the well with both fresh water and brine water systems. Both types of waters will be hauled to the location by truck over existing roads. Both types will be obtained from commercial sources.