SURFACE USE PLAN

GENERAL AMERICAN OIL COMPANY OF TEXAS, WELL: GREEN "A" #10 LEASE NM-014840, EDDY COUNTY, NEW MEXICO

The subject well is located approximately 18 miles East of Artesia, New Mexico on the south side of Highway U.S. 82. The following is a discussion of pertinent information concerning possible effect building roads, location and the drilling of this well might have on the environment of the immediate area. A copy will be posted on the derrick floor so that all contractors and sub-contractors will be aware of all items of this plan.

- 1. AERIAL ROAD MAP Exhibit "A" is a portion of the Artesia Quadrangle Map #106 showing well site in relation to U.S. Highway 82. Access road, which is colored red on Exhibit "B", exits the highway about 18 miles East of Artesia, New Mexico.
- 2. LOCATION OF EXISTING WELLS The location of existing wells is shown on Exhibit "A" for a radius of one mile around the proposed well.
- 3. PROPOSED WELL MAT AND IMMEDIATE AREA Refer to Exhibit "C" for direction orientation and road access.
 - a. MAT SIZE 200' x 188'.
 - b. SURFACED Will be topped with 6" of caliche, bladed, watered and compacted. Caliche to be purchased from B.L.M. by dirt contractor.
 - c. RESERVE PIT 100' x 110' pit unlined, joining mat to North.
 - d. CUT AND FILL Location is basically small sand dunes, 2' to 3' high. No fill will be needed except existing sand dunes leveled and topped with caliche.
 - e. DRILL SITE LAYOUT Exhibit "C" shows the location and layout including position of the Rig, Mud Tanks, Reserve Pits, Pipe Racks, etc. The Rig will be errected with the V-Door to the East.
 - f. SETTING AND ENVIRONMENT
 - (1) Terrain Low rolling sand hills.
 - (2) Soil Sandy Soil.
 - (3) Vegetation Sparse vegetation, being mostly mesquite, shennery, weeds, and other semi-desert plants, with very little grass.
 - (4) Surface Use Grazing.
 - (5) Other- Drillsite which is in sandy semi-arid desert country, is in a low environmental risk area. The total effect of drilling and producing this and other wells in this area would be very minimal.