

SURFACE USE AND OPERATIONS PLAN

WINDFOHR OIL COMPANY
WELL #14 - GISSLER "B" LEASE
660' FNL and 1980' FWL
Sec. 12-17S-30E
Eddy County, New Mexico
Lease NM-2748
(Development Well)

Following is the Surface Use and Operations Plan for the drilling of the Windfohr Oil Company - Gissler "B" well #14, located as shown above.

1 & 2. EXISTING ROADS AND PLANNED ACCESS

Exhibit "A" shows a map of the general area. State Highway #83 is shown extending from Loco Hills on the west side of map and across the map in an easterly direction. Approximately $2\frac{1}{2}$ miles east of Loco Hills a caliche road (County) turns left, or north and a Windfohr Oil Company sign is located at the turn-off. Approximately 3 miles north from highway #83, an excess road will be built to the location, located approximately 350' to the west. This access road will be constructed by scraping brush and levelling and applying caliche to a width of about 10 feet. Pad for location will be prepared in a similar manner. Exhibit "A" shows the proposed access road (dotted) and shows present lease roads in the vicinity by solid lines. No cattleguards or culverts will be required.

3. LOCATION OF EXISTING WELLS

Existing wells are shown on Exhibit "A". Producing wells are shown by solid dots and water injection wells are shown by the double circles.

4. LOCATION OF EXISTING AND/OR PROPOSED FACILITIES

Location of the existing tank battery for the Gissler "B" lease is shown on Exhibit "B". This exhibit also shows present flow lines by the solid blue lines. Proposed flow line from Gissler "B" Well #14 to the existing battery is shown by the blue dotted line. Present flow lines are laid on the surface and the new proposed flow line will also be laid on the surface except that the line will be buried if a road crossing is necessary. Exhibit "B" also shows battery and flow lines for the Windfohr-Jackson "B" lease to the north of the proposed location.

5. LOCATION AND TYPE OF WATER SUPPLY

Water for drilling will be obtained from the Windfohr-Jackson B Well #30, a water injection well directly north of this proposed location. A temporary water line will be laid on the surface. This water is fresh. If additional water is required, this will be trucked from Loco Hills.

6. SOURCE OF CONSTRUCTION MATERIALS

Caliche for surfacing access road and location pad will be obtained from the existing pit located in the NW/4 NW/4 of Section 12, and shown on Exhibit "A" by the yellow area. The pit is located on Federal land.