

SURFACE USE PLAN
FOR
DRILLING, COMPLETION AND PRODUCTION

MARBOB ENERGY CORPORATION
WELL #5 HOLDER CB FEDERAL
1295' FNL & 990' FWL SEC. 17-17S-29E
EDDY COUNTY, NEW MEXICO
(DEVELOPMENT WELL)

This plan is submitted with the application for permit to drill the above described well. The purpose of the plan is to describe the location of the proposed development well, the proposed construction activities and operations plan, the magnitude of surface disturbance involved, and the procedures to be followed in rehabilitating the surface after completion of the operation so that a complete appraisal can be made of the environmental affects associated with the operation.

LOCATED: Approximate 22 air miles east of Artesia,
New Mexico.

FEDERAL LEASE NUMBER: LC-056551 (A)

LEASE ISSUED: July 1, 1978

RECORD LESSEE: Chevron Oil Company

OPERATOR'S AUTHORITY: Operating rights owned by Marbob Energy Corporation.

BOND COVERAGE: Lessees \$150,000 nation-wide bond.

ACRES IN LEASE: 160 acres

SURFACE OWNERSHIP: U.S. Government with a grazing permit issued to Bogle Farms, Inc., P.O. Box 358, Dexter, New Mexico 88230.

POOL: Grayburg-Jackson, SR, Q, Gb, SA
(40-acre spacing)

EXHIBITS:

- A. Portion of Eddy County Map
- B. Oil & Gas Map
- C. Road Map & Wells in vicinity of Proposed Drillsite
- D. Sketch of Well Pad
- E. Sketch of BOP