

MULTI-POINT SURFACE USE AND OPERATIONS PLAN
Yates Petroleum Corporation
Humble Chalk Bluff ANA Federal Com #1
2055' FSL and 1980' FWL
Section 5 -T18S-R27E
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 the surface disturbance involved and the procedures to be followed in rehabilitating the surface after completion of the operations, so that a complete appraisal can be made of the environmental effect associated with the operations.

1. EXISTING ROADS:

Exhibit A is a portion of the BLM map showing the well and roads in the vicinity of the proposed location. The proposed wellsite is located approximately 9 miles Southeast of Artesia, New Mexico and the access route to the location is indicated in red and green on Exhibit A.

DIRECTIONS:

Go east out of Artesia on Highway 82 for approximately 5 miles to Chalk Bluff Road. Turn south for approximately 4.1 miles to lease road going west. Take lease road approximately .3 of a mile and turn south .1 of a mile to location.

2. PLANNED ACCESS ROAD: Existing roads to location - re-entry.

3. LOCATION OF EXISTING WELL

- A. There is drilling activity within a one-mile radius of the wellsite.
- B. Exhibit D shows existing wells within a one-mile radius of the proposed wellsite.

4. LOCATION OF EXISTING AND/OR PROPOSED FACILITIES

- A. There are no production facilities on this lease at the present time.
- B. In the event that the well is productive, the necessary production facilities will be installed on the drilling pad. If the well is productive oil, a gas or diesel self-contained unit will be used to provide the necessary power. No power will be required if the well is productive of gas.

5. LOCATION AND TYPE OF WATER SUPPLY: Re-entry

- A. It is planned to drill the proposed well with a fresh water system.

6. SOURCE OF CONSTRUCTION MATERIALS:

None needed - re-entry.