SURFACE USE PLAN

HARVEY E. YATES COMPANY, INC. Travis Deep Unit #1 3300' FEL & 1980' FSL - Sec 18, T-18S, R-29E Eddy County, New Mexico

1. EXISTING ROADS:

- A. Exhibit "A" is a portion of a highway map showing the location of the proposed well. The location is approximately 19 miles east of Artesia. East of Artesia 13 miles on Highway 82. South on New Mexico State Road 360 for 5.5 miles. Turn southwest on the gravel road that intersects Road 360 and travel 1 mile. At this point there is an unimproved road to the east and the well location is 1980' east on this unimproved road.
- B. Exhibit "B" is a plat showing all existing roads in the area and the portion of road to the well site that is to be improved.
- C. The portion of lease road that must be improved approximately 1980' long and 12' wide. It may not be necessary to use caliche in the improvement of this road. If however, it is necessary, the caliche will be 6" compacted for the road and pad.
- 2. PLANNED ACCESS ROADS:
 - A. No plans to build any new access roads since the above mentioned road runs along the south edge of the pad.
- 3. LOCATION OF EXISTING WELLS:
 - A. The nearest producing well is 1320' east of our proposed well site. The other wells in this section have been plugged and abandoned.
- 4. LOCATION OF TANK BATTERIES, ETC:
 - A. There are tank batteries located at the producing well mentioned above. In the event that we drill a producing well, all production facilities will be located on the pad that will be built. We anticipate finding gas and will not require power lines to this location. Plat of production facilities on proposed pad are on Exhibit "C".
- 5. LOCATION AND TYPE OF WATER SUPPLY:
 - A. Water will be obtained from commercial sources.
- 6. SOURCE OF CONSTRUCTION MATERIALS:
 - A. If caliche is needed, it will be hauled from a Federal pit located in SW/SW of Sec 8, T-18S, R-29E.
- 7. METHODS OF HANDLING WASTE DISPOSAL:
 - A. Waste will be buried in reserve pits at a depth of 24". The well site will be cleaned of all waste and this will be done within 30 days after completion of the well.