

## SURFACE USE PLAN

SOUTHLAND ROYALTY COMPANY  
Empire Federal "21A" Com #1  
660' FNL & 1980' FWL  
Sec. 21, T-18-S, R-29-E  
Eddy County, New Mexico (NM 030752)

This plan is submitted with Application to Drill on above described well. The minerals are federal, and the surface is leased for grazing (See below for surface lessee). The purpose of this plan is to describe the location, proposed construction activities and operations plans, magnitude of necessary surface disturbance and procedures to be followed in rehabilitating the surface after completion of the operation so that complete appraisal can be made of the environmental effects associated with the operation.

### 1. Existing Roads:

Exhibit "A" is a portion of a USGS Topographic map showing the location of the proposed well as staked.

Directions to the well are as follows: From downtown Artesia, go approximately 6.4 miles southeast on State Hwy 360. Turn southwest on new access road. Go 300' to location.

### 2. Planned Access Road:

- a. One road will be built from the existing lease road to the proposed location. New road required will be      feet wide and      long. The center line of the proposed new road from the beginning to the well site has been staked and flagged with the stakes being visible from any one to the next.
- b. Surfacing Material: 6" of caliche, watered, compacted and graded.

### 3. Location of Existing Wells in Area:

See Exhibit "B"

### 4. Location of Proposed Facilities:

Location of proposed well site and tank battery is shown on Exhibit "C". The battery will be located on proposed well pad, no additional surface disturbance will be necessary.

### 5. Water Supply:

- a. No available surface of sub-surface fresh water exists in the vicinity of the proposed well. Drilling water will be transported to the drill site from the nearest commercial source.

