

MULTI-POINT SURFACE USE AND OPERATIONS PLAN

Yates Petroleum Corporation
71 Turkey Track "MU" Fed Com #2
1980' FNL and 660' FWL
(Developmental Well)

This plan is submitted with Form 9-331C, 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 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 operation.

1. EXISTING ROADS.

Exhibit A is a portion of a USGS topographic map showing the wells and roads in the vicinity of the proposed location. The proposed wellsite is located approximately 23 miles ESE of Artesia, New Mexico and the access route to the location is Exhibit A.

DIRECTIONS:

1. Proceed east from Artesia on Highway 82 for a distance of approximately 14 miles.
2. Turn southeast on to State 360 for approximately 8 miles. Turn south at Teneco Oil Comapny, Marbob Energy and Southland Royalty signs for 1½ miles. The access road will begin here.

2. PLANNED ACCESS ROAD.

- A. The proposed new access will be approximately 1800' in length from point of origin to the edge of the drilling pad. The road will lie in a east-to-west direction.
- B. The new road will be 12 feet in width (driving surface).
- C. The new road will be bladed and crowned, with drainage on one side.
- D. The new road has been flagged and the route of the road is clearly visible.

3. LOCATION OF EXISTING WELLS.

- A. Drilling activity, mostly shallow wells within a one-mile radius of the wellsite is shown on Exhibit A.

4. LOCATION OF EXISTING AND/OR PROPOSED FACILITIES.

- A. There are 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.