

MULTI-POINT SURFACE USE AND OPERATION PLAN

SUN EXPLORATION AND PRODUCTION COMPANY

SCOGGIN DRAW FED 'B' #1

SEC. 22, T18S, R27E

1980' FSL & 660' FEL

EDDY COUNTY, NEW MEXICO

1. EXISTING ROADS:

- A. The proposed wellsite and existing roads to proposed location are shown in Exhibit #1. The directions to this well are as follows:

From US 62/180 intersection with Loop in Hobbs, New Mexico, travel west 11.8 miles to intersection with NM-529. Turn right on 529 and travel 37 miles to Loco Hills. From Loco Hills proceed W on US 82 for 12 miles to Eddy County Rd 206 on left. Turn left (South onto CR 206 and proceed 4.5 miles to Eddy County Rd 234 on right. Turn right (West) onto CR234 and follow for .5 miles to cattleguard on right. Turn right and follow ranch road around ranch house to another cattleguard, go thru cattleguard and proceed on main caliche road for 2.0 miles to cattleguard, cross cattleguard and follow right fork (main road) for 1/4 mile turn right to location.

- B. Exhibit #2 is a topographic map indicating the proposed well location.

2. PLANNED ACCESS ROADS:

We propose to build a 300' access road extending off the existing main caliche road.

3. LOCATION OF EXISTING WELLS:

Existing wells within a one-mile radius are also shown on Exhibit #2.

4. LOCATION OF EXISTING AND/OR PROPOSED FACILITIES:

- A. Existing facilities within a one-mile radius of the proposed location can be seen on Exhibit #2. These existing facilities include oil or gas wells and their respective batteries.
- B. If the proposed well is complete and productive, plans are to construct a tank battery at the well pad and no additional surface disturbance will occur.

5. LOCATION AND TYPE OF WATER SUPPLY:

Sun plans to lay a 3" fast line approximately 3 miles to a water supply well for fresh water. If unavailable Sun will haul fresh water through licensed water haulers.

6. SOURCE OF CONSTRUCTION MATERIALS:

Caliche for constructing the access road and for constructing the proposed well location will be obtained from the caliche pit located in the NE/4, NE/4 Sec. 26 T18N R27E.