MULTI POINT SURFACE USE AND OPERATIONS PLAN

READ & STEVENS, INC. Susie Federal, Well No. 1 1980' FNL & 990' FWL, Sec. 1-T18S-R30E Eddy County, New Mexico (Exploratory Well)

This plan is submitted with the Application for Permit to Drill the above described well. The purpose of the plan is to describe the location of the proposed well, the proposed construction activities and operations plan. to be followed in rehabilitating the surface environmental effects associated with the operations.

1. EXISTING ROADS:

- A. Exhibit "A" is a portion of a USGS/BLM Topo map showing the location of the proposed well as staked. The well site location is approximately 11 road miles southeast of Loco Hills, New Mexico. Traveling east from Loco Hills there will be approximately 8 miles of paved highway and 2.8 miles of gravel ranch/oilfield roads.
- B. Directions: Travel east from Artesia, NM on U.S. Highway 82 for approximately 25 miles to Loco HIII, then 5.5 miles to the paved County Rd. 222. Turn south on Eddy County Rd. 222 for 2.4 miles, then turn west at a green sign, listing several operators, onto a caliche oilfield road. Follow road west 2.8 miles to start of the proposed access road staked on the left (south). The proposed access road will run south for approximately 1000' to the northeast corner of the proposed drill site.

2. PLANNED ACCESS ROAD:

- A. Length and Width: The proposed access will be constructed to a width of 12 feet and will be approximately 1000 feet in length. The proposed access road is flagged and is color coded red on Exhibit "B".
- B. Construction: The proposed access road will be constructed by grading and topping with compacted caliche and will be properly drained.
- C. Turnouts: One turnout may be required increasing the road width to 20 feet for passing.
- D. Culverts: None.
- E. Cuts and Fills: None, except to level 1 to 4 foot sand dunes.
- F. Gates, Cattleguards: None required.
- G. Off Lease R/W: An off lease R/W will be required through Sec. 5 & 6, T18S-R31E for existing roads on Federal surface back to the County Road No. 222 A check is included with the APD. See Exhibit "B".

3. LOCATION OF EXISTING WELLS:

A. Existing wells within a two mile radius are shown on Exhibit "C".