

Development Plan for Surface Use

Coquina Oil Corporation
Pan Canadian #1
Section 34, T19S, R25E
Eddy County, New Mexico

1. U.S.G.S. Topographic Map, Exhibit 1, is enclosed showing location and all roads within three mile radius.
2. U.S.G.S. Topographic Map shows planned access road. Road will be approximately 1980' long and 20' wide.
3. Section of the County Ownership Map, Exhibit 2, shows all wells in the vicinity of the proposed location.
4. No lateral roads located within one mile of location.
5. Tank battery and flow line, if needed, will be located on drilling pad.
6. Water will be purchased from closest commercial source.
7. All waste will be disposed of in pits and burned.
8. No camps will be constructed.
9. No airstrips will be constructed.
10. Rig layout is noted on Exhibit 3.
11. The location will be restored in accordance with regulations.
12. The terrain is flat, dry, grazing land.