

MULTI-POINT SURFACE USE AND OPERATIONS

Yates Petroleum Corporation
Allison "CQ" Fed #7
1980' FNL & 660' FWL
Section 23, T19S, R24E
Eddy County, New Mexico
(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 and A' are portions of BLM and USGS maps showing the wells and roads in the vicinity of the proposed location. The proposed wellsite is located approximately 25 miles SW of Artesia, New Mexico and the access route to the location is indicated in red and green on Exhibit A.

DIRECTIONS:

1. Proceed south from Artesia on Highway 285 for a distance of approximately 13 miles.
2. Turn west onto Parish Road and go approximately 9 3/4 miles.
3. New road starts here going south for 1300' to location.

2. PLANNED ACCESS ROAD.

- A. There will be 1300' of new access road.

3. LOCATION OF EXISTING WELL.

- A. There are existing wells within a one-mile radius of wellsite. See 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. See Exhibit C. Note: Production facilities extend south of pad.