

SURFACE USE PLAN

HARVEY E. YATES COMPANY
Taylor Deep 12 Federal #5
Sec. 12, T18S, R31E
Eddy County, New Mexico

1. EXISTING ROADS:

Exhibit A is a portion of a New Mexico Map showing the location of the proposed location. The location is approximately 35 miles east of Artesia, New Mexico or about 12 miles southeast of Loco Hills, N.M. Leave Artesia on US Highway 82 and travel east to the junction of County Road 222. Turn south and travel 3 miles. Turn left and go east for 1.1 miles. Turn left and go north 1/4 mile. Turn right and go east 1.4 miles. Turn right and go south 1/4 of a mile. Turn right and go west 1/2 of a mile. Turn left and go south 1 mile. Turn left and go east 1 1/4 mile. Turn left and go north 2/3 of a mile, past a bend in the road. Turn left on new lease road to the location.

2. PLANNED ACCESS ROADS:

We plan to use the existing roads as far as possible. We propose to build approximately 700' of new road to reach the proposed location. The running surface will be 14' wide, with 6" compacted caliche

3. LOCATION OF EXISTING WELLS:

Exhibit B is a plat showing existing wells and their locations.

4. LOCATIONS OF TANK BATTERIES, ETC.:

In the event we drill a producing well we will build new facilities on this location.

5. LOCATION AND TYPE OF WATER SUPPLY:

Water will be from commercial sources, either hauled or pipelined.