

SURFACE USE PLAN
Conoco Inc.

Preston Federal No. 5

The following is the required information concerning the possible effect which the proposed drilling of this well may have on the environment, existing road sites, and surrounding acreage. A copy will be posted on the derrick floor so all contractors and sub-contractors will be aware of all items of this plan.

1. Existing Roads

- A. The proposed well site is 840' FSL & 1980' FEL, Sec. 34, T-20S, R-24E, Eddy County, New Mexico.
- B. Exhibit "A" is a portion of a New Mexico road map and Exhibit "B.1" a lease road map showing existing roads. Directions to the location are as follows: From Highway 285 go west on Rock Daisy Road 11 miles until pavement ends. South on lease road 2 1/2 miles and then West 1 mile to location.
- C. No improvement or maintenance is anticipated for the existing roads.

2. Planned Access Roads

- A. No new access road will be required.
- B. No turnout will be required.
- C. No culverts, or fills will be required.
- D. No gates, cattleguards, or fences will be required.

3. Location of Existing Wells

See Exhibit "B.2"

4. Location of Proposed Facilities if Well is Productive

Existing producing facilities located in the Unit 'G', Sec. 26, T-20S, R-24E (Conoco's Preston Federal Battery) will be used for this well.

5. Water Supply

Water will be trucked in.

6. Source of Construction Materials

Caliche from pit located in the NE/4 SE/4 Section 22, T-20S, R-24E.