

Surface Use Plan

Gruy Petroleum Management Co.
North Shugart Federal No. 2
Unit Letter P Section 17
T18S - R31E Eddy County, NM

- 1 Existing Roads: Area maps, Exhibit "B" is a reproduction of Lea Co. General Highway Map. Exhibit "C" is a reproduction of a USGS Topographic Map, showing existing roads and proposed roads. All existing roads will be maintained in a condition equal to or better than current conditions. Any new roads will be constructed to BLM specifications.
 - A. Exhibit "A" shows the proposed well site as staked.
 - B. Go 5 1/2 miles east of Loco Hills to county road 222. Turn South on 222 (Shugart Road) South 5 miles. Turn West 1/8 mile. North into location.
 - C. Construct power lines and lay pipelines that will be necessary to produce this lease along road R-O-W.
- 2 PLANNED ACCESS ROADS: A new access road will be built. The access road will run approximately 391' due south of North Shugart Federal No. 2 drillsite
- 3 LOCATION OF EXISTING WELLS IN A ONE-MILE RADIUS EXHIBIT "A"
 - A. Water wells - None known
 - B. Disposal wells - None known
 - C. Drilling wells - None known
 - D. Producing wells - As shown on Exhibit "A"
 - E. Abandoned wells - As shown on Exhibit "A"