

SURFACE USE AND OPERATING PLAN

Attached to Form 3160-3

Devon SFS Operating, Inc.

SHUGART 25 FEDERAL COM #2

1250' FNL & 660' FWL, Unit D, Section 25-18S-31E

Eddy County, New Mexico

1. Existing Roads

- A. The well site and elevation plat for the proposed SHUGART 25 FEDERAL COM #2 are reflected on Exhibit #2. This well was staked by Basin Surveys in Hobbs, NM
- B. All roads into the location are depicted in Exhibit #3. New construction from the existing lease road will be used to access the location. New construction will conform to the specifications outlined in Item #2 below.
- C. Directions to location: From Jct. of Co. Rd. 222 and US Hwy 82, go South on Co. Rd. 222 approx. 4 miles to Co. Rd. 248 for approx. 4 miles to a Lease road; thence north on lease road approx. 700 feet to the proposed lease road.

2. Proposed Access Road

Exhibit #3 shows the existing lease road. Access to this location will require the construction of about 400' of proposed access road. All new construction will adhere to the following.

- A. The maximum width of the road will be 15'. It will be crowned and made of 6" of rolled and compacted caliche. Water will be deflected, as necessary, to avoid accumulation and prevent surface erosion.
- B. Surface material will be native caliche. This material will be obtained from a BLM approved pit nearest in proximity to the location. The average grade will be approximately 1%.
- C. No cattle guards, grates or fence cuts will be required. No turnouts are planned.