

Thirteen Point Surface Use Plan
MARATHON OIL COMPANY

Federal "C" #1
Sec. 35, T-21-S, R-23-E
Eddy County, New Mexico

1. **Existing Roads:** Refer to Vicinity Lease Map.

- a. The existing well pad will be used for this recompletion. No additional pad area will be required.
- b. To reach the location from Carlsbad, New Mexico: Follow Hwy 285 North of Carlsbad 14 miles. Turn West on Queen's highway (NM 137) for 8.8 miles. Turn right on NM 401 for 5 miles, turn left on existing lease road for .8 miles. Turn left at "Y" and follow .75 miles, then right at "Y" and follow one mile into location.
- c. Existing roads within a one-mile radius (refer to Vicinity Lease Map).
- d. The existing road will be maintained as necessary to provide access during the drilling operation.

2. **Planned Access Road:** Refer to Vicinity Lease Map.

Access will be by existing lease roads. Construction plans will require blading and rolling the road and pad. No access road is required for this recompletion. The existing road enters the drilling pad on the southwest corner. The drilling location will have a V-door facing east.

3. **Location of Existing Wells:** See Vicinity Lease Map.

4. **Location of Existing and Proposed Production Facilities within a one-mile radius:**

- a. **Existing:** There are four gas wells operated by Marathon and Oryx within a one-mile radius of the proposed location. These locations have production facilities including separators, condensate storage tanks and location drips. Marathon and Oryx operates a variety of dehydrators, meter runs, and several gathering lines in the one-mile radius.
- b. **New Facilities:** The proposed location will have a separator and gas sales line. The actual equipment and its configuration will be determined after the well is completed.
- c. Rehabilitation of disturbed areas no longer needed for operations will be accomplished by grading, levelling and seeding as recommended.