SURFACE USE PLAN

Conoco Inc. Preston Federal No. 5 Sec. 34, T-20 1/2S, R-23E Eddy County, New Mexico

OIL & GAS U.S. GEOLOGICAL SURVEY ROSWELL, NEW MEXICO

The plan is to accompany "Application for Permit to Drill" the subject well. The following is a discussion of pertinent information concerning possible effect which the proposed re-entry of the well may have on the environment of the well and 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 990' FSL and 990' FEL of Section 34, T-20 1/2S, R-23E, Eddy County, New Mexico.
- B. Exhibit A is a portion of a New Mexico road map showing existing roads. Directions to the location are as follows: From Artesia, travel south 8 miles, turn west 7 miles, south 4 miles and west 1 mile.
- C. Access roads are shown on Exhibits B and C.
- D. Approximately 1 mile of existing road will be repaired.
- 2. PLANNED ACCESS ROADS

A. No new roads required.

3. LOCATION OF EXISTING WELLS

See Exhibit "C".

- 4. LOCATION OF EXISTING AND/OR PROPOSED FACILITIES
 - A. Tank Batteries: None within one mile.
 - B. Producing Facilities: None within one mile.
 - C. Oil Gathering Lines: None within one mile.
 - D. Other Lines: None within one mile.
 - E. Rehabilitation: Pits will be backfilled and leveled as soon as practical to original condition. Commencement of rehabilitation operations will immediately follow removal of drilling and completion equipment from location. Rehabilitation of the surface is planned to be completed within 45 days from commencement.