

YATES DRILLING COMPANY
Avalon Federal No. 2
1980' FSL & FEL of Section 18-21S-27E
Eddy County, New Mexico

Development plan to accompany "Applications to Drill, Federal Lease".
12-Point Plan.

1. EXISTING ROADS: See Plat (Exhibit A)
2. PLANNED ACCESS ROADS: See Plat (Exhibit A)
3. LOCATION OF WELLS: See Plat (Exhibit A)
4. LATERAL ROADS TO LOCATION: See Plat (Exhibit A) Caliche roads
5. LOCATION OF TANK BATTERY & FLOWLINES: See Plat (Exhibit B)
6. LOCATION & TYPES OF WATER SUPPLY: ~~See Plat (Exhibit A)~~ Fresh water from La Huerta, North side of Carlsbad - Brine water from P. C. A. mines East of Carlsbad.
7. METHODS FOR HANDLING WASTE DISPOSAL: See Sketch (Exhibit B) Will bury rig pits and temporary testing pit when well completed. Will fence BS&W pits.
8. LOCATION OF CAMPS: Not Applicable.
9. LOCATION OF AIRSTRIPS: Not Applicable.
10. LOCATION LAYOUT (rig, tanks, pits, racks, etc): See Sketch (Exhibit B)
11. PLANS FOR RESTORATION OF SURFACE: Will return to original or as near as possible when finished using location. Will dry and bury pits.
12. OTHER ENVIRONMENT INFORMATION: Mesquite, greasewood, scattered wild grasses in gentle sloping caliche hills