

INEXCO OIL COMPANY
PLAN OF OPERATION - 2

2. Planned Access Roads:

Map showing all necessary access roads to be constructed or reconstructed, showing:

See Map "B" (attached)

- (1) Width 12'
- (2) Maximum grades 3/1
- (3) Turnouts Every 1/2 mile
- (4) Drainage Design: No special drainage design required, access road follows topography
- (5) Location and site of culverts and brief description of any major cuts and fills.
None
- (6) Surfacing material - Caliche
- (7) Necessary gates, cattle guards, or fence cuts:
None
- (8) (New or reconstructed roads are to be center-line flagged at time of location staking)

1 mile of reconstructed ranch access road to the drill site

3. Location of Existing Wells:

Two-mile radius map if exploratory, or 1-mile radius map if development well, showing and identifying existing:

- (1) Water wells None
- (2) Abandoned wells None
- (3) Temporarily Abandoned Wells None
- (4) Disposal wells None
- (5) Drilling wells None
- (6) Producing wells See Map "B" (attached)



LTR



Job separation sheet

3. Location of Existing Wells (cont'd)

(7) Shut-in wells - None

(8) Injection wells - None

(9) Monitoring or observation wells for other resources - None

4. Location of Existing and/or Proposed Facilities:

A. Within 1-mile radius of location show the following existing facilities owned or controlled by lessee/operator:

(1) Tank Batteries - None

(2) Production Facilities - None

(3) Oil Gathering Lines - None

(4) Gas Gathering Lines - None

(5) Injection Lines - None

(6) Disposal Lines - None

B. If new facilities are contemplated, in the event of production show:

(1) Proposed location and attendant lines by flagging if off well pad:

Adjacent to well pad

(2) Dimensions of facilities - See Diagram "E" (attached)

(3) Construction methods and materials:

A tank battery pad will be constructed. There will be two 400 bbl. condensate production tanks, one 400 bbl. water reserve tank erected with fire guard constructed around the tank area, according to U.S.G.S. specifications. One multi-stage gas unit will be installed. These will be properly connected by an Oil Field Service Company.

(4) Protective measures and devices to protect livestock and wildlife.

Woven wire fences and flagging of the pits.