MULTI-POINT SURFACE USE AND OPERATIONS PLAN

Superior "KJ" Federal #1
Yates Petroleum Corporation
Section 7-T20S-R29E
1980' FSL and 1980' FWL
(Developmental Well)



This plan is submitted with Form 9-331C, Application for Permit to Drill, covering the above described well. The purpose of this plan is to describe the location of the proposed well, the construction activities and operations plan, the surface disturbance and the procedures to be followed in rehabilitating the surface after completion so that an appraisal can be made of the environment associated with the well.

1. EXISTING ROADS.

Exhibit A is a portion of a USGS topographic map showing the wells and roads in the vicinity of the proposed location. The proposed wellsite is located approximately 11.5 miles NE of Carlsbad, New Mexico and the access route to the location is indicated in red and green on Exhibit A.

DIRECTIONS:

- 1. Proceed on U.S. 62/180 for approximately 9 miles and turn left (north) on to a paved road.
- 2. Continue going north for approximately 5.5 miles, at this point the paved road makes a sharp left turn. Veer off to the right and continue going north on a caliched road towards an abandoned building and windmill.

2. PLANNED ACCESS ROAD.

- A. The ranch road used will be approximately 2000' in length from point of origin from where the caliched road turn right to the Williamson BC #4 to the edge of the drilling pad. The road will lie in a south-to-north direction.
- B. The old ranch road will be covered with the necessary depth of caliche and 12 feet in width. The surface will be crowned, with drainage on both sides. One turnout will be necessary.

3. LOCATION OF EXISTING WELLS.

- A. Drilling activity within a one-mile radius of the wellsite is shown on Exhibit A. The nearest production is a gas well in the SW^{1}_{2} of Section 7-20S-29E.
- 4. LOCATION OF EXISTING AND/OR PROPOSED FACILITIES.
 - A. There are no production facilities on this lease at the present time.
 - B. In the event that the well is productive, the necessary production facilities will be installed on the drilling pad. If the well is productive oil, a gas or diesel self-contained unit will be used to provide the necessary power. No power will be required if the well is productive of gas.