

MULTI-POINT SURFACE USE AND OPERATIONS PLAN
SANTA FE ENERGY OPERATING PARTNERS,L.P.
Nagooltee Peak "5" Federal Com. No.1
1633' FSL & 1636' FEL
Section 5, T-22S, R-24E
Eddy County, New Mexico

This plan is submitted with Form 3160-3, Application for Permit to Re-Enter, covering the above described well. The purpose of this plan is to describe the location of the proposed well, the proposed construction activities and operations plan, the magnitude of necessary surface disturbance involved, and the procedures to be followed by rehabilitating the surface after completion of the operations, so that a complete appraisal can be made of the environmental effects associated with the operation.

1. EXISTING ROADS.

- A. Exhibit E is a 15 minute topographic map which shows the location of the proposed wellsite and roads in the vicinity. The proposed location is situated approximately 17 miles West of Carlsbad, New Mexico.

DIRECTIONS:

1. From Carlsbad, go north 12 miles to the intersection of Hwy 285 & 137. Turn west onto Hwy 137 travel southwest for 12 miles and turn left (east) onto lease road. Travel 1-1/2 miles going southeast then take the road going up the hill and go 2 miles to the Dry Hole location on the top of the hill.

2. PLANNED ACCESS ROAD.

We will blade the existing road to the Dry Hole location.

3. LOCATION OF EXISTING WELLS.

- A. The well Locations in the vicinity of the proposed well are shown on Exhibits E & F. This is one of three wells drilled in the Section. This well and the Amoco Fed. B Com #1 have been plugged, the Bandid Fed. Com. #1 is temporarily abandoned.

4. LOCATION OF EXISTING AND/ OR PROPOSED FACILITIES.

- A. There is one existing well in this section, the Bandid Fed. Com. #1, located in the North of this section.
- B. In the event the well is productive, the necessary production equipment will be installed on the a proposed off lease facility located in Section 7. If the well is productive of oil, a gas or diesel self-contained unit will be used to supply the necessary power until electrical power is run to location. The production pump will be electric powered.

5. LOCATION AND TYPE OF WATER SUPPLY

- A. It is planned to drill the well with fresh water systems. The water will be hauled to the location by truck over existing roads. It will be obtained from commercial sources.