

MULTI-POINT SURFACE USE AND OPERATIONS PLAN

Oxy USA Inc.
Government AB #5
Eddy County, New Mexico
Lease No. NM 15003

This plan is submitted with the Application for Permit to Drill the above described well. The purpose of the plan is to identify 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 in rehabilitating the surface after completion of the operation so that a complete appraisal may be made of the environmental effects associated with the operation.

The well has been staked by a registered New Mexico land surveyor and the work area staked and flagged. Dr. J. Loring Haskell has been engaged to make an archaeological reconnaissance of the work area and access road. His findings concerning cultural resources will be reported to the Bureau of Land Management.

1. Existing Roads

A portion of a Eddy County highway map is attached showing the location of the well as staked. The existing road system and the well site are shown in relation to the City of Carlsbad, New Mexico. Exhibit "A".

To further identify the location, the well is spotted on a copy of a USGS "Oil City, New Mexico" quadrangle map, which also shows the existing road system and proposed access road. Exhibit "B".

Directions to location:

From Carlsbad, New Mexico, go east on Highway 62-180 to mile marker 44. Turn north on Eddy County Road #243 and go 7.5 miles to Eddy County Road #242. Turn north on Eddy County Road #242 and go 1 mile, then turn west on lease road and go 0.6 miles. Turn north on lease road and go 0.25 miles to location.

2. Planned Access Road

A. The planned access road is staked and flagged. It is approximately 1320 feet long, going north from its originating point on the existing lease road. It will enter the southeast corner of the drilling pad. The new road is color coded red on Exhibit "B".