

MULTI-POINT SURFACE USE AND OPERATIONS PLAN

Yates Petroleum Corporation
Gazelle "AHG" Federal Com. #1
2250' FNL & 1160' FWL
Section 15-T20S-R29E
Eddy County, New Mexico

This plan is submitted with Form 3160-3, 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 proposed construction activities and operations plan, the magnitude of surface disturbance involved and the procedures to be followed in rehabilitating the surface after completion of the operations, so that a complete appraisal can be made of the environmental effect associated with the operations.

1. EXISTING ROADS:

Exhibit A is a portion of BLM color quad map showing the well and roads in the vicinity of the proposed location. The proposed wellsite is located approximately 15 miles northeast of Carlsbad, New Mexico and the access route to the location is indicated in red and green on Exhibit A.

DIRECTIONS:

- A. Take Highway 62/180 going east from Carlsbad for 13 1/2 miles.
- B. Turn north on County Road 238 and go north for approximately 2 miles. Stay on 238 turning west approximately 1.75 miles to lease road.
- C. Go north on Caliche Road for approximately .6 of a mile.
- D. New access will start here.

2. PLANNED ACCESS ROAD

- A. The proposed new access will be approximately 800' in length from point of origin to the southeast edge of the drilling pad. The road will lie in a northwest to southeast direction.
- B. The new road will be 14 feet in width (driving surface).
- C. The new road will be bladed with drainage on both sides. No traffic turnout will be built.
- D. Will cross two pipelines.
- E. The route of the road is visible.
- F. The surface location is off lease and Yates applies for access road Right-of-Way from location back to the county road which is approximately 4000' in length with 3200' being existing road and 800' new construction. The road will be in the E $\frac{1}{2}$ N $\frac{1}{2}$ of section 15-T20S-R29E.

3. LOCATION OF EXISTING WELL

- A. There is drilling activity within a one-mile radius of the wellsite.
- B. Exhibit D shows existing wells within a one-mile radius of the proposed wellsite.

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 gas.