MULTI-POINT SURFACE USE AND OPERATING PLAN

MEWBOURNE OIL COMPANY

FEDERAL "Z" WELL NO. 1

1980' FNL & 660' FEL OF SEC. 29-T20S-R27E

EDDY COUNTY, NEW MEXICO

NEW MEXICO LEASE NO. NM-84711

This plan is submitted with the Application for Permit to Drill (APD) the above described well. The purpose of the plan is to describe the location of the proposed well, the proposed construction activities and operations plan and the magnitude of necessary surface disturbance involved, so that a complete appraisal can be made of the environmental effects associated with the operation.

1. EXISTING ROADS:

- A. Exhibit "A" is a portion of an Eddy County, New Mexico road map showing the location of the proposed well as staked. From the junction of Eddy County Road #206 and U.S. Highway #285 in Carlsbad; proceed north on Eddy County Road #206 for 5 miles. Turn left on Eddy County Road #34 and proceed 1 mile. Turn left on to Eddy County Road #601 and follow for 4.5 miles to the Greenwood ranch house. Turn right at ranch house and follow caliche lease road north to location.
- B. Culverts: None required.
- C. Cuts and Fills: A two foot cut will be required for construction of the location.
- D. Turn-Outs: None required.
- E. Gates and Cattleguards: None required.

2. LOCATION OF EXISTING WELLS:

A. Existing wells in a one mile radius are shown of Exhibit "B".

3. LOCATION OF PROPOSED FACILITIES:

A. If the well is productive, all production facilities will be constructed on the existing pad and no additional surface disturbance will occur.

4. LOCATION AND TYPE OF WATER SUPPLY:

A. Water will be purchased and trucked to the wellsite over the existing and proposed roads shown on Exhibits "A".