

SURFACE USE AND OPERATIONS PLAN
FOR

COLLINS & WARE, INC.
RAM EWE FEDERAL WELL NO. 1
1980' FSL & 1980' FEL SEC. 33, T.22 S., R.26 E.
EDDY COUNTY, NEW MEXICO

LOCATED: 3 miles southwest of Carlsbad, NM

FEDERAL LEASE NUMBER: NM-0331649

ACRES IN LEASE: 200

TERM: HBP

LESSEE: Collins & Ware, Inc.

SURFACE OWNERSHIP: Federal

GRAZING PERMITTEE: Bill Gillock
159 Gillock Rd
Carlsbad, NM 88220

POOL: Happy Valley Morrow

POOL RULES: Statewide Rules - 320-acre spacing for gas

EXHIBITS: 2. Existing roads
2A. Planned access roads
3. One-Mile Radius Map showing lease boundary and wells
3A. Well Status
4. Drilling Rig Layout
5. Production Facilities Layout