

Thirteen Point Surface Use Plan
MARATHON OIL COMPANY

INDIAN HILLS UNIT #25
Sec. 20, T-21-S, R-24-E
Eddy County, New Mexico

1. Existing Roads: Refer to Vicinity Lease Map.

- a. The proposed wellsite is staked and the surveyor's plat is attached.
- b. To reach the location from Carlsbad, New Mexico: Follow Hwy. 285 North of Carlsbad 11 miles. Turn left on (NM)137. Go 6 miles west. Turn Right on Marathon Road. Follow 1.9 miles to White Pine Road. Go North 1.3 miles, turn Right on lease road and continue East \pm 1 mile. Turn Right at "Y" and follow lease road \pm .5 miles to new access road turn south east $\frac{1}{2}$ mile to location.
- c. Existing roads within a one-mile radius (refer to Vicinity Lease Map).
- d. The existing road will be maintained as necessary to provide access during the drilling operation.

2. Planned Access Road: Refer to Vicinity Lease Map.

A new access road of 2860' will be constructed from the extant of existing lease roads. Construction plans will require blading and rolling the road and pad. The access road enters the drilling pad on the Southeast corner. The drilling location will have a V-door facing east -south east.

3. Location of Existing Wells: See Vicinity Lease Map.

4. Location of Existing and Proposed Production Facilities within a one-mile radius:

- a. Existing: There are four oil and gas wells operated by Marathon and Fasken within a one-mile radius of the proposed location. These locations have production facilities including separators, condensate, oil, water storage tanks. Marathon and Fasken operate a variety of dehydrators, meter runs, and several gathering lines in the one-mile radius.
- b. New Facilities: No new facilities are proposed at this time. The well shall be evaluated prior to any facility construction.
- c. Rehabilitation of disturbed areas no longer needed for operations will be accomplished by grading, leveling and seeding as recommended.

5. Location and Type of Water Supply:

- a. Source: Indian Basin Gas Plant, NE/4 Sec. 23, T-21-S, R-23-E.
- b. The water will be transported by a trucking contractor. No new construction will be required on/along the water route.
- c. No water well will be drilled on this location.