

Surface Use Plan
Harvey E. Yates Company
Turner 7 Fed Deep #1
Section 7, T20S, R27E
Eddy County, New Mexico

1. Existing Roads:

Exhibit A is a portion of a New Mexico map showing the location of the proposed location. The location is approximately 16 miles Southwest of Loco Hills, NM. Leave Artesia on U.S. 82 & travel 12 miles east to the junction of Eddy Co. 206. Turn South and go 9.5 miles. Turn right on Eddy Co. 236. Go 8.6 miles & turn left. .25 miles to location.

2. Planned Access Roads:

.25 miles of new road will be built to access this location.

3. Location of Existing Wells:

See EXHIBIT B

4. Location of Tank Batteries, Electric Lines, Etc:

In the event a producing well is drilled, a tank battery will be built on the location. See EXHIBIT B

5. Location and Type of Water Supply:

Water will be obtained from commercial sources.

6. Source of Construction Material:

We will use materials from the primary and auxillary reserve pits to build the location.

7. Methods of Handling Waste Disposal:

Waste will be handled in an approved manner. The wellsite will be cleaned of all waste within 30 days of final completion of the well.

8. Ancillary Facilities:

N/A

9. Wellsite Layout:

a. EXHIBIT D shows the relative location and dimensions of the well pad, reserve pits, and major rig components.

b. The land is relatively flat with sandy soil and sand dunes.

c. The pad and pit area have been staked.

10. Plan for Restoration of the Surface:

a. After drilling and completion operations are completed, all equipment and other materials not needed for further operations will be removed. Pits will be back filled and the location cleaned of all trash to leave the wellsite as pleasant in appearance as possible

b. If the proposed operation is nonproductive, all restoration and/or vegetation requirements of the BLM will be complied with, and will be accomplished as quickly as possible. All pits will be filled and leveled within 90 days after abandonment.