

**SURFACE USE AND OPERATIONS PLAN FOR**  
**DRILLING, COMPLETION, AND PRODUCING**

**NEARBURG PRODUCING COMPANY**  
**WHITE TIP 7 FEDERAL COM #2**  
**SECTION 7-T22S-R26E**  
**EDDY COUNTY, NEW MEXICO**

**LOCATED**

3 miles Southwest of Carlsbad, New Mexico

**OIL & GAS LEASE**

LC-064528-A

**RECORD LESSEE**

Roy L. Flood

**BOND COVERAGE**

\$25,000 statewide bond of Nearburg Producing Company

**ACRES IN LEASE**

160 acres

**GRAZING LEASE**

Laurie Joe Kincaid  
68 Chinaberry Road  
Carlsbad, NM

**POOL**

Happy Valley; Morrow (Gas)

**EXHIBITS**

- A. Area Road Map
- B. Drilling Rig Layout
- C. Vicinity Oil & Gas Map
- D. Topographic & Location Verification Map
- E. Well Location & Acreage Dedication Map

This well will be drilled to a depth of approximately 11,700'.