Thirteen Point Surface Use Plan MARATHON OIL COMPANY

Indian Basin "A" # 4 Sec. 22, T-21-S, R-23-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 (401). Follow (401) 4.9 miles to new lease road on North side of road. Turn North follow new lease road .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. <u>Planned Access Road</u>: Refer to Vicinity Lease Map.

Access will be by existing State roads and 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 the rig V-door facing Northeast.

- 3. <u>Location of Existing Wells</u>: See Vicinity Lease Map.
- 4. Location of Existing and Proposed Production Facilities within a one-mile radius:
 - a. Existing: There are seven oil and gas wells operated by Marathon and Santa Fe within a one-mile radius of the proposed location. These locations have production facilities including separators, condensate, oil, water storage tanks. Marathon and Santa Fe operate a variety of dehydrators, meter runs, and several gathering lines in the one-mile radius.
 - b. New Facilities: Marathon Oil Company proposes to construct and install a three phase 7.2/11.47 Kv overhead power line. Install two 4 inch steel flowlines to be run on the surface from the Indian Basin "A # 4 to the existing 215 facility. See attached documents supporting this proposal.
 - 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.