

**AVALON "32F" FEDERAL #2**  
**SURFACE USE AND OPERATING PLAN**  
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- E. If the well is deemed commercially productive, the reserve pit will be restored as described in 10 (A) within 120 days subsequent to the completion date. Caliche from areas of the pad site not required for operations will be reclaimed. The original top soil will be returned to the area of the drilling pad not necessary to operate the well. These unused areas of the drilling pad will be contoured, as close as possible, to match the original topography.

11. Surface Ownership

The well site is owned by the Bureau of Land Management.

Road routes have been approved by the BLM.

The surface location will be restored as directed by the BLM.

12. Other Information

- A. The project area lies on the north side of a low rise, in shallow sandy loams. Regionally the soils are Ogallala gravels and limestone caliche. The vegetation is Little Leaf Sumac, Acacia, grass and creosote. Wildlife consists of coyotes, rabbits, rodents, reptiles, quail, dove and occasional water fowl.
- B. There is permanent water in the immediate area.
- C. The Pecos River is in the immediate area as shown on Exhibit 2.
- D. The nearest residence is the Greenwood Ranch.
- E. Land use is for oil and gas production, grazing and hunting.
- F. A Cultural Resources Examination has been completed by Southern New Mexico Archaeological Services, Inc., report number SNMAS-00NM-384, and forwarded to the BLM office in Carlsbad, New Mexico.