Thirteen Point Surface Use Plan MARATHON OIL COMPANY INDIAN HILLS UNIT # 36 Sec. 21, T-21-S, R-24-E

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, Take right Y on Marathon road (401) travel 1.0 miles; turn north on lease road go .25 miles to location. Directly offsets IHU # 1 and IHU # 33 to the East.
- 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 Southwest corner. The drilling location will have a V-door facing 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 eight oil and gas wells operated by Marathon within a one-mile radius of the proposed location. These locations have production facilities including separators, condensate, oil, water storage tanks. Marathon operates a variety of dehydrators, meter runs, and several gathering lines in the one-mile radius.
- New Facilities: No new facilities will be needed. Using existing facility.
 - 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 and via temporary lines laid along the existing row's and roads. No new construction will be required on/along the water route.
 - c. No water well will be drilled on this location.
- 6. <u>Source of Construction Materials:</u>
 - a. Construction materials may be obtained from the construction site.
 - b. If production is obtained, native materials will be used on the location and for installation of production facilities.
 - c. On-site inspection may dictate any changes in location construction.