

Development plan to accompany applications to Drill, Federal Lease".  
12-Point Plan.

1. EXISTING ROADS: See plat (Exhibit A) Improved County road from U.S. 62 to SW/4 Sec. 27, T23S-R24E, then graded ranch and oil field road.
2. PLANNED ACCESS ROADS: See plat (Exhibit A&B) Location is about 75' North of existing ranch road and approximately 230' East of windmill. Planned improvement - .75 mile, 12' wide caliche-gravel top.
3. LOCATION OF EXISTING WELLS: See plat (Exhibit A) Several gas wells and dry holes in area; nearest producers 1-2 miles southeast.
4. LOCATION OF TANK BATTERIES, PRODUCTION FACILITIES, AND PRODUCTION, GATHERING AND SERVICE LINES: See plat (Exhibit C). On Northeast corner of pad on North bank of draw.
5. LOCATION AND TYPE OF WATER SUPPLY: See plat (Exhibit A) To be trucked from any available commercial source.
6. SOURCE OF CONSTRUCTION MATERIALS: Construction work to be done by Sweatt Construction Co. They will confirm material source with Agency. New pit 300' South of Location 60' x 100'
7. METHODS FOR HANDLING WASTE DISPOSAL: See sketch (Exhibit C) Steel pits and earthen reserve pits for drilling mud, burn pit for trash and engine oil.
8. ANCILLARY FACILITIES: Not applicable.
9. WELL SITE LAYOUT: (rig, tanks, pits, racks, etc.) See sketch (Exhibit C).
10. PLANS FOR RESTORATION OF SURFACE: Disturbed surface area will be pit area; gravel stack piled until pits dried and leveled, then gravel surface restored to near original. Upon abandonment, surface restored to satisfaction of BLM and rancher Jerry Smith.
11. OTHER INFORMATION: Bedrock and some loose gravel in draw; steeply dipping hillsides limit choice of location; few willow trees and black walnut; sheep grazing on hillsides.
12. LESSEE'S OR OPERATOR'S REPRESENTATIVE: Eddie Mahfood, Leon Bergstrom, or Jerry Book. 207 So. 4th St., Artesia, New Mexico. 746-3558.
13. CERTIFICATION: The following statement is to be incorporated in the plan and must be signed by the lessee's or operator's field representative who is identified in item No. 12 of the plan:

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drillsite and access route; that I am familiar with the conditions which presently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and, that the work associated with the operations proposed herein will be performed by Yates Petroleum Corporation and its contractors and sub-contractors in conformity with this plan and the terms and conditions under which it is approved.

Aug-5-1976.

Date

Leon Bergstrom  
Name and Title