

Proposed Development Plan for Surface Use

1. Existing roads including location of exit from main highway.

Detailed map showing drillsite location in relation to the nearest town and all existing roads within one mile of the wellsite are shown on Exhibit A. Go 2 miles east of Carlsbad on Highway 62-180. Turn right on refinery Road between mile markers 37 and 38. Road is paved. Go 6.3 miles south. The access road will be on the left side.

2. Planned access roads.
Approx. 2000 ft. of access road will be built.

3. Location of existing wells.

All existing well within one mile radius are shown on Exhibit C.

4. Location of tank batteries and flow lines

If the well is commercially productive, the production facilities (i.e. tanks, seperators, & treaters) will be ~~produced into existing tank battery~~ located on exisiting pad.

5. Location and type of water supply.

Fresh & brine water to be hauled by commercial hauler.

6. Source of construction materials.

Caliche will be obtained by contractor from a pit in Sec. 20, T-22-S, R-28-E, Unit 0, SW/4, SE/4

7. WASTE DISPOSAL

- a. Drill cuttings will be disposed of in the reserve pit.
- b. Drilling fluids will be allowed to evaporate in the reserve pit until the pit is dry.