

SURFACE USE AND OPERATIONS PLAN

FOR

MADDOX ENERGY CORPORATION WELL NO.1 UNION FEDERAL 1980'FNL & 560'FEL SEC.33, T.24 S., R.28 E. EDDY COUNTY, NEW MEXICO

LOCATED: 3-1/2 air miles south of Malaga, New Mexico.

FEDERAL LEASE NUMBER: NM-25954.

LEASE ISSUED: May 1, 1971. Lease expires April 30, 1981, absent production or diligent drilling operations in progress on such date.

RECORD LESSEE: Union Oil Company of California.

ACRES IN LEASE: 760.

SURFACE OWNERSHIP: Pardue Farms P. O. Box 128 Loving, New Mexico 88256

POOL: Wildcat.

POOL RULES: Statewide. 40 acre spacing for oil.

EXHIBITS: A. General Road Map

- B. Plat Showing Existing Wells and Existing Roads
- C. Drilling Rig Layout
- D. Topo Plat