

SURFACE USE PLAN  
FOR  
DRILLING, COMPLETING AND PRODUCING

HCW EXPLORATION, INC.  
WELL #1 CO-FED  
760' FSL & 660' FWL SEC. 26-22S-28E  
EDDY COUNTY, NEW MEXICO

LOCATED: 10 air miles southeast of Carlsbad, New Mexico.

FEDERAL LEASE NUMBER: NM-19842

LEASE ISSUED: 4-1-74 for a primary term of ten years.

RECORD LESSEE: Coquina Oil Company

OPERATOR'S AUTHORITY: Designation of Operator from lessee

BOND COVERAGE: Coquina's \$150,000 nation-wide bond

ACRES IN LEASE: 1240

SURFACE OWNERSHIP: Federal

GRAZING PERMITTEE: Henry H. Grandi (Phone 505-885-2781)  
P. O. Box 898, Carlsbad, New Mexico 88220

POOL: Wildcat. (40-acre spacing for oil)

EXHIBITS:

- A. Portion of Eddy County Road Map
- B. Portion of Carlsbad Topo Map
- C. Portion of USGS Lease Map #21
- D. Sketch of Well Pad

