

SURFACE USE AND OPERATION PLAN

Bettis, Boyle & Stovall
Poker Lake Unit No. 71
660' FNL & 1980' FWL
Sec. 33, T23S, R30E
Eddy County, N.M.

1. Location of Proposed Well:

- A. Exhibit 'A' is a portion of a map displaying the location as staked. Proposed location is approximately 10 1/2 air miles east of Malaga, New Mexico.

2. Access Roads to be Constructed and Reconstructed:

- A. The new access road will measure 15' wide by approximately 3,700' in length and will enter the southwest corner of the well pad as displayed on Exhibit 'B'.
- B. As much as 2.1 miles of existing access road will be upgraded by watering, blading and compacting where necessary. Exhibit 'B' displays these roads.
- C. One cattleguard will be installed in a fenceline. Exhibit 'B' displays the location of the cattleguard.

3. Location of Existing Wells:

- A. Exhibit 'A' also displays the existing wells in the immediate area.

4. Location of Proposed Production Facilities:

- A. Necessary production equipment to produce the well will be constructed on the well pad.

5. Location and Type of Water Supply:

- A. Water necessary for drilling operations will be purchased from a nearby commercial source and trucked to the drill site.

6. Construction Materials:

- A. Construction materials will be caliche and will be purchased from a Federal pit located in the NE/4 of NE/4, Sec. 5, T24S, R30E. An archaeological survey conducted on pit by NMAS, Carlsbad, July 13, 1988, submitted under report #NMAS-1988-06-JY.