

MULTI-POINT SURFACE USE AND OPERATIONS PLAN

OXY USA Inc.
Federal AK #1
Eddy County, New Mexico
Lease No. NM 57221

This plan is submitted with the Application for Permit to Drill the above described well. The purpose of the plan is to identify the location of the proposed well, the proposed construction activities and operations plan, the magnitude of necessary surface disturbance involved and the procedures to be followed in rehabilitating the surface after completion of the operation so that a complete appraisal may be made of the environmental effects associated with the operation.

The well has been staked by a registered New Mexico land surveyor and the work area staked and flagged. Dr. J. Loring Haskell has been engaged to make an archaeological reconnaissance of the work area and access road. His findings concerning cultural resources will be reported to the Bureau of Land Management.

1. Existing Roads

A copy of a USGS "Bandana Point, New Mexico" quadrangle map is attached showing the location of the well as staked. The well is spotted on this map, which also shows the existing road system and proposed access road. Exhibit "A".

Directions to location:

From Carlsbad go north on US 62-180 12 miles to intersection of State Road 137. Go to mile marker #31. Turn left (east) go 3/4 mile to Y take left hand fork for 25 miles. Turn left, go 2 1/2 miles, turn right and follow lease road to location.

2. Planned Access Road

A. The planned access road is staked and flagged. It is approximately 1 mile long, going north from its originating point on the existing lease road. It will enter the southwest corner of the drilling pad. The new road is color coded blue on Exhibit "B".