MULTI-POINT SURFACE USE AND OPERATIONS PLAN for HANAGAN PETROLEUM CORPORATION #1 Unocal-HPC 1650' FNL and 1980' FEL Section 1 - T22S - R31E Eddy County, New Mexico

This plan is submitted with Form 3160-3, Application for Permit to Drill, in accordance with Onshore Oil and Gas Order #1 item 4.b1-b13. The purpose of this plan is to describe the location of the proposed well, the proposed construction activities and operational plan, the magnitude of surface disturbance involved and the procedures to be followed in rehabilitating the surface after completion of operations, so that a complete appraisal can be made of the environmental effect associated with the operation.

1. EXISTING ROADS:

Exhibit "A" is a portion of a USGS map showing the proposed well, existing wells within a one mile radius, existing roads, and the new access road. The proposed wellsite is located approx. 37 miles northeast of Loving, New Mexico. The existing access route to the location is indicated in yellow with the new access road indicated in red on exhibit "A".

DIRECTIONS: Exhibit Al shows access to the drillsite from various directions. The primary route is as follows; From Carlsbad, N.M. take Hwy. 62/180 (Carlsbad/Hobbs Hwy) east approx 32 miles. Turn south on Lea County Road 29 (paved road) and proceed south 9.5 miles. The access road will turn off of L.C. 29 and go due west approx. .3 miles.

- 2. ACCESS ROAD AND WELL PAD:
 - A. The access road will be approx. 1700' in length from Lea Cty. 29 in a westerly direction. The access road will be approx. 14 feet in width. All new construction will be on BLM lands and will be within the boundaries of lease NM

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- B. The access road will be surfaced with 5"caliche , watered, compacted and graded
- C. No turnouts will be necessary and the route of the road is visible.
- D. The new road will be bladed with drainage on both sides to control runoff and soil erosion.
 E. No culverts will be required
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