

ENRON OIL & GAS COMPANY

MULTI-POINT SURFACE USE AND OPERATIONS PLAN

Rustler Bluff Federal No. 1

1195' FSL & 935' FWL

Section 29, T24S, R29E

Eddy County, New Mexico

1. EXISTING ROADS:

County Road 114 runs east and west approximately 1-1/2 miles to the north of proposed location. See Exhibit "A"

2. PLANNED ACCESS ROAD:

Length and Width: Initial new road required will measure 20 feet in width and will be approximately 735 feet in length. The center line of the proposed new road has been staked and flagged with stakes visible from any one to the next.

Surfacing Material: Six inches of caliche, water compacted and graded.

Minimum Grade: 3 percent.

Turnouts: As per BLM specifications.

Drainage Design: The new road will have a drop of 6 inches from the center line on each side.

Culverts: None required.

Cuts and fills: None required.

Gates and Cattleguards: Cattleguard will be installed as access road will cross a fence line.

3. LOCATION OF EXISTING WELLS:

Existing wells in the surrounding area include HCW Exploration's MWJ State #1-Y located in Sec 30, T24S, R29E and Nearburg Production's Diamond 31 State #1 located in Sec. 31, T24S, R29E.

4. LOCATION OF EXISTING AND/OR FACILITIES:

There are no existing production facilities. If production is encountered, a temporary facility will be established on the drill pad, and if warranted a production facility would be built at a later date in the immediate area of the drill-pad location. If the well is productive, the flowline would also be located on the drill-pad site and no additional disturbance will occur.

5. LOCATION AND TYPE OF WATER SUPPLY:

Water for drilling will be purchased from commercial sources and transported to the well site over the roads as shown.