MULTI-POINT SURFACE USE AND OPERATIONS PLAN SANTA FE ENERGY OPERATING PARTNERS, L.P. Sterling Silver "33" Federal No. 8 660' FSL & 660' FWL Section 33, T-23S, R-31E Eddy County, New Mexico

This plan is submitted with Form 3160-3, Application for Permit to Drill, covering the above described well. The purpose of this plan is to describe 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 by rehabilitating the surface after completion of the operations, so that a complete appraisal can be made of the environmental effects associated with the operation.

1. EXISTING ROADS.

A. Exhibit E is a 15 minute topographic map which shows location of the proposed wellsite and roads in the vicinity. The proposed location is situated approximately 18 miles east of Loving, New Mexico.

DIRECTIONS:

- 1. From the junction State Highway 128 and the Lea/Eddy County line, go 4.6 miles west on Highway 128, then south 3.1 miles on lease road to a point 600' west of the location.
- 2. PLANNED ACCESS ROAD.

A 14' wide access road will extend from the existing lease road 660' east to the location.

- 3. LOCATION OF EXISTING WELLS.
 - A. The well Locations in the vicinity of the proposed well are shown Exhibits E & F.
- 4. LOCATION OF EXISTING AND/ OR PROPOSED FACILITIES.
 - A. There are two producing gas wells (Sterling Silver "33" Federal No. 1 and No. 2) and a temporarily abandoned oil well on this lease at this time.
 - B. In the event the well is productive, the necessary production equipment will be installed on the drilling pad. If the well is productive of oil, a gas or diesel self-contained unit will be used to the necessary power.