

1. Existing Roads:

- a) The well site and elevation plat for the proposed well is shown in Exhibit C. It was staked by John West Engineering, Hobbs, N.M.
- b) All roads to the location are shown on Exhibit B. The existing roads are illustrated in black and are adequate for travel during drilling and production operations. Upgrading of the road prior to drilling will be done where necessary as determined during the onsite inspection.
- c) Directions to Location: Go east of Malaga approximately 1 mile. Turn south and go approximately 3/4 mile to where road veers to the southeast. Follow road approximately 2.2 miles to where road splits. Take right split east southeast approximately 2.2 miles to Pierce Canyon Crossing. Cross river and follow road to the east approximately one and a half miles to proposed access road on left. Location is 296' north of this point.
- d) Routine grading and maintenance of existing roads will be conducted as necessary to maintain their condition as long as any operations continue on this lease.

2. Proposed Access Road:

Exhibit B shows the new access road to be constructed and is illustrated in green. The proposed access road as shown in Exhibit B has been centerline flagged by John West Engineering, Hobbs, N.M. The road will be constructed as follows:

- a) Length and Width: The access road will be 296' long and 15' wide.
- b) Surfacing Material: Caliche material will be used to surface the proposed road. It will be watered, compacted, and graded. Caliche will be obtained from either the reserve pit or a borrow pit on the proposed location as described in Item 6 of the Surface Use and Operating Plan.
- c) Maximum Grade: 1% grade expected.
- d) Turnouts: No turnouts are planned.