

SURFACE USE AND OPERATING PLAN

Attached to Form 3160-3
Marbob Energy Corporation
Mounds Federal Com. No. 1
1980' FNL and 760' FWL
Section 4-T22S-R27E
Eddy County, New Mexico

1. Existing Roads:

- A. All roads to the location are shown in Exhibit #3. The existing roads are illustrated in red 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.
- B. Directions to location: From Carlsbad, NM, proceed east on 62/180 for 2 miles. Turn south on lease road and proceed .1 miles. Turn west on lease road and proceed .3 miles. Turn south and proceed .1 miles. Location on east side of lease road.
- C. 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:

A new access road will not be necessary. The existing road will be maintained as follows:

- A. The maximum width of the running surface will be 10'. The road will be crowned and ditched and constructed of 6" of rolled and compacted caliche. Ditches will be at 3:1 slope and 4 feet wide. Water will be diverted where necessary to avoid ponding, prevent erosion, maintain good drainage, and to be consistent with local drainage patterns. BLM may specify any additions or changes during the onsite inspection.
- B. The average grade will be less than 1%.
- C. No turnouts are planned.