TIGHT HOLE CONFIDENTIAL

SURFACE USE PLAN APPLICATION FOR PERMIT TO RE-ENTER WELL FORMERLY NAMED: MEANDER "11" FEDERAL #1 FORMERLY OPERATED BY THE SUPERIOR OIL COMPANY RENAMED HEREIN SHEARNWEST FEDERAL #1 TO BE OPERATED BY ENERGEX COMPANY 660' FEL & 1980' FSL SECTION 11, T25S, R25E, EDDY CO, NM

Submitted with form 3160-5, Sundry Notices and Reports on Wells, covering the above captioned well. The purpose of the plan is to describe the location, the proposed construction activities and operations plan, the surface disturbance involved, and the rehabilitation of the surface after completion of said well so that an appraisal can be made of the environment affected by this well.

- 1. Existing Roads:
 - A. The well site and elevation plat for the proposed reentry is attached. The well was staked by Dan R. Reddy August 18, 1980 and a copy of the C-102 is attached.
 - B. All roads to the location are shown in Exhibit "B". 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 on-site inspection.
 - C. Directions to location: Travel southeast on Highway 180 out of White City approximately two (2) miles. Turn left thru cattleguard into county road; go apprxomately one (1) mile to fork in road. Take left fork and follow road 8/10 of a mile to well access road. (See Exhibit "B").
 - 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 that no new access road will be required as illustrated.

3. Location of Existing Wells:

Exhibit "C" shows all existing wells within a one mile radius of subject well. A list of these wells is shown on the