SURFACE USE AND OPERATIONS PLAN

FOR

ELLWADE CORPORATION
WELL NO.1 ROSS DRAW FEDERAL COM
660'FNL & 1980'FWL SEC.33, T.26 S., R.30 E.
EDDY COUNTY, NEW MEXICO

LOCATED: 19 air miles southeast of Malaga, New Mexico.

FEDERAL LEASE NUMBER: NM 35607

RECEIVED

LEASE ISSUED: March 1, 1979 for 10 years.

RECORD LESSEE: D. W. Underwood.

ACRES IN LEASE: 369.50

U.S. BEULUGICAL SURVEY. ARTESIA, NEW MEXICO

SURFACE OWNERSHIP: Federal.

GRAZING PERMITTEE: W. D. Johnson

c/o Columbia Union National Bank & Trust

Company of Kansas City

P. O. Box 1933

Midland, Texas 79702

<u>POOL</u>: Wildcat for Morrow. Undesignated Ross Draw Wolfcamp

for Wolfcamp.

POOL RULES: Statewide. 320 acre spacing for gas.

EXHIBITS: A. General Road Map

B. Plat Showing Existing Wells and Existing Roads

C. Drilling Rig Layout

D. Topo Plat