

MULTI-POINT SURFACE USE AND OPERATIONS PLAN
SANTA FE ENERGY OPERATING PARTNERS, L.P.
Sterling Silver 3 Federal No. 1
1980' FNL, 660' FWL
Section 34, T-23S, R-31E
Eddy County, New Mexico

This plan is submitted with Form 9-331C, 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 topographic map of a scale of approximately one inch to 2000' which shows location of the proposed wellsite and roads in the vicinity. The proposed location is situated approximately 38 miles northwest of Jal, New Mexico.

DIRECTIONS:

1. Proceed West on Highway 128 from Jal, New Mexico for 38 miles.
2. Turn left (south) onto oilfield road and continue for 2.5 miles.
3. Turn left on dirt road into location.

2. PLANNED ACCESS ROAD.

A 14' wide access road will extend from an existing location in Section 3 into the well site in Section 3.

3. LOCATION OF EXISTING WELLS.

- A. The well locations in the vicinity of the proposed well are shown in Exhibit F.

4. LOCATION OF EXISTING AND/OR PROPOSED FACILITIES.

- A. There is no producing 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 provide the necessary power. No power will be required if the well is productive of gas.