

SURFACE USE AND OPERATIONS PLAN

FOR

BETTIS, BOYLE & STOVALL
WELL NO.1 LOTOS "B" FEDERAL
1980'FSL & 1980'FWL SEC.10, T.24 S., R.31 E.
EDDY COUNTY, NEW MEXICO

LOCATED: 20 air miles east of Loving, New Mexico.

FEDERAL LEASE NUMBER: NM-70895.

LEASE ISSUED: July 1, 1988.

ACRES IN LEASE: 320.

RECORD LESSEE: Bettis Brothers.

SURFACE OWNERSHIP: Federal.

GRAZING PERMITTEE: J.R. Engineering Construction Co.
P. O. Box 12237
Odessa, Texas 79768

POOL: Undesignated South Sand Dunes Lower Penn

POOL RULES: Statewide Rules. 320 acre spacing for deep gas.

EXHIBITS: A. Road Map
B. Plat Showing Existing Wells and Existing Roads
C. Drilling Rig Layout
D. Topo Plat