Multi-Point Surface Use and Operations Plan Sundance Federal Well #5 Page 3 of 3

11.SURFACE OWNERSHIP:

Federal Surface administered by the Bureau of Land Management, Carlsbad Resource Area.

12. OTHER INFORMATION:

- A. Topography: Refer to the existing archelogical report for a description of the topography, flora, fauna, soil characteristics, dwellings, historical and cultural sites. See Exhibit D & E.
- B. The primary surface use is for grazing.

13.OPERATOR'S REPRESENTATIVE:

A. Through A.P.D. Approval:

Russell Whited, Prod Supt Merit Energy Company 106 South Fourth Street Jal, New Mexico 88252 (505) 395-2173 B. Through Drilling Operations, Completions and Production:

Russell Whited, Prod Supt Merit Energy Company 106 South Fourth Street Jal, New Mexico 88252 (505) 395-2173

14. CLARIFICATION:

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drill site and access route, that I am familiar with the conditions which presently exist; that the statements made in this plan are to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed by Merit Energy Company and its contractors and sub-contractors in conformity with this plan, the terms and conditions under which it is approved. This statement is subject to the provisions of U.S.C. 1001 for the filing of a false statement.

1-5-93

Russell Whited West District,

Production Superintendent