

SURFACE USE AND OPERATIONS PLAN
FOR
TEXACO EXPLORATION AND PRODUCTION, INC.

ROSS DRAW "25" NO. 1

Located 908.9' FNL & 1186.0' FWL Section 25,
Twp. 26 South, Range 29 East, N.M.P.M.,
Eddy County, New Mexico

LOCATED: 32 miles Southeast of Carlsbad, New Mexico

FEDERAL LEASE NUMBER: NM-41646

LEASE ISSUED: Lease is in a producing status

ACRES IN LEASE: 320.0 Acres

RECORD LESSEE: Texaco Exploration and Production, Inc.

SURFACE OWNERSHIP: USA

GRAZING PERMITTEE: Byron Paschal
P.O. Box 992
Pecos, TX 79772

POOL: Ross Draw; Wolfcamp

POOL RULES: Field Rules are for no wells to be located closer than 660' to any quarter section lines and lease lines and 10' from quarter-quarter section lines.

EXHIBITS: A. Access Road Map

B. Lease and Facilities Map

C. Drilling Rig Layout Diagram

D. Well Location and Acreage Dedication Plat

1. ACCESS ROADS EXISTING

Exhibit "A" is a portion of a 7.5 minute U.S.G.S. topographic map showing the proposed well site and the existing roads in the area. Point "A" is at the intersection of an existing resource road and