SURFACE USE AND OPERATIONS PLAN

FOR

TEXACO EXPLORATION AND PRODUCTION, INC.

COTTON DRAW "10" FEDERAL COM NO. 1

EDDY COUNTY, NEW MEXICO

LOCATED: 30 miles Southeasterly of Loving, New Mexico and 35 miles Southwesterly of Jal, New Mexico

FEDERAL LEASE NUMBER: NM 042626

LEASE ISSUED: March 1, 1958

ACRES IN LEASE: 320 Acres

RECORD LESSEE: TEXACO EXPLORATION AND PRODUCTION, INC.

SURFACE OWNERSHIP: USA

<u>GRAZING PERMITTEE:</u> Clark Cattle Co. Attn; J. F. Hervella c/o B & B Cattle Co. El Paso, Texas 79311

POOL: Paduca Devonian

<u>POOL RULES:</u> Field rules are for no wells to be located closer than 330' to any quarter-quarter section, to be 330' from the lease line, and 330' from the nearest well.

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EXHIBITS: A. Access Road and Facilities Map

- B. Drilling Rig Layout Diagram
- C. Well Location and Acreage Dedication Plat 320 Acres