

SURFACE USE AND OPERATIONS PLAN

FOR

MALLON OIL COMPANY  
WELL NO. 2 AMOCO-RED BLUFF-FEDERAL  
1800' FNL & 430' FEL SEC. 28, T.26S., R.29E.  
EDDY COUNTY, NEW MEXICO

LOCATED: 16 air miles south-southeast of Malaga, New Mexico.

FEDERAL LEASE NUMBER: NM-38636.

LEASE ISSUED: February 1, 1980, for 10 years.

RECORD LESSEE: Amoco.

ACRES IN LEASE: 1318.02.

SURFACE OWNERSHIP: Federal.

POOL: Brushy Draw Delaware Undesignated.

POOL RULES: Statewide. 40 acre spacing for oil.

EXHIBITS: A. Road Map

B. Plat Showing Existing Wells and Existing Roads

C. Drilling Rig Layout

D. Topo Plat