

Hanley Petroleum Inc.

Union 35 Federal Well #6
660' FSL & 660' FWL
Section 35, Township 22-S, Range 28-E
Eddy County, New Mexico

Multi-point Surface Use and Operations Plan

This plan is submitted with Form 3160-3, Application for Permit to Drill, covering the above described well. The purpose of this plan is to describe the location of the proposed well, the proposed construction activities and operations plan, the magnitude of necessary surface disturbance involved, and the procedures to be followed in rehabilitating the surface after completion of operations, so that a complete appraisal can be made of the environmental effects associated with the operation.

1. Existing Roads

- A. Exhibit A is a copy of USGS topographic map of the area on a scale of approximately 1" = 2000', showing the location of the proposed well site and the planned access roads.
- B. Directions: From Carlsbad South East on Hwy. 285 seven (7) miles, East on Hwy. 31 five (5) miles, North on Eddy Co. Road #605 three (3) miles. Left on lease road .1 miles to location.

2. Planned Access Road

- A. Road construction will require rerouting approximately 200' of Bird Creek Resources' existing lease road. The proposed road will enter the location at the Northeast corner and leave the location at the Southeast corner.
- B. The new road will be 12 ft. wide.
- C. The new road will be watered, compacted and graded with a 6" crown and drainage on both sides. No turnouts will be necessary.
- D. The center line of a 30 ft. wide path along the proposed route has been staked and flagged for inspection purposes.

3. Location of Existing Wells

- A. Exhibit B is a map showing the location of all wells within a 1-mile radius of the proposed wellsite.