

SURFACE USE PLAN

KAISER-FRANCIS OIL COMPANY
Pure Gold "A" Federal No. 2
Eddy County, New Mexico

1. EXISTING ROADS:

Exhibit D is a portion of a USGS Topographic map showing the existing roads into the proposed location. Exhibit E shows the existing access roads onto the drilling pad.

Exhibit F is a road map showing directions into the lease. From the Jct of State Hwy 128 & Lea/Eddy County line, go northwest 5.2 miles on State Hwy 128, thence north 0.5 mile on lease road to a point plus or minus 260' west the location.

2. PLANNED ACCESS ROADS:

No new access road is required.

3. LOCATION OF EXISTING WELLS:

Exhibit G is a plat showing existing wells and their locations.

4. LOCATIONS OF TANK BATTERY, ELECTRICAL LINES, ETC:

In the event the well is completed as a producing well, a flow line will be laid to connect the well to the central production facility located on the drilling pad of the Pure Gold "A" Federal #10. Exhibit H is a diagram of the production facility. Flow lines and electric lines will be constructed down existing or proposed access road right of ways that have been staked and surveyed for cultural resources.

5. LOCATION AND TYPE OF WATER SUPPLY:

Water will be from commercial sources, either hauled or pipelined.

6. SOURCE OF CONSTRUCTION MATERIALS:

If needed, construction materials will be obtained from the drill site's excavations or from a local source. These materials will be transported over the access route as shown in Exhibit E.