

SURFACE USE AND OPERATING PLAN

SDX RESOURCES, INC.
SANTA NINA FEDERAL A #2
670' FNL & 834' FWL
Unit D Sec. 7 T19S R30E

1. Existing Roads:

- A. The well site and elevation plat for the proposed well is shown in Exhibit #2. It was staked by Dan Reddy, Carlsbad, New Mexico.
- B. All roads to the location are shown in Exhibit #3. The existing roads are labeled and are adequate for travel during drilling and production operations. Upgrading of the road prior to drilling will be done where necessary as determined during the onsite inspection.
- C. Directions to location: Go east 13 miles from Artesia, New Mexico on Hwy 82, turn south on CR360. Go .15 miles past mile marker 14. Turn right through cattleguard. Go west 1 mile. Turn left & follow road 1/4 mile to Santa Nina #1 Battery. Turn right & follow road to location.
- D. Routine grading and maintenance of existing roads will be conducted as necessary to maintain their condition as long as any operations continue on this lease.

2. Proposed Access Road:

Exhibit #3 shows the existing road.

Exhibit #5 shows the new access road to be constructed. The road will be constructed as follows:

- A. The maximum width of the running surface will be 15'. The road will be crowned and ditched and constructed of 6" of rolled and compacted caliche. Water will be diverted where necessary to avoid ponding, prevent erosion, maintain good drainage, and to be consistent with local drainage patterns. BLM may specify any additions or changes during the onsite inspection.