

CONCHO RESOURCES, INC.
CARBON VALLEY "14" FEDERAL #
UNIT "J" SECTION 14
T16S-R27E EDDY CO. NM

1. EXISTING ROADS. Area map, Exhibit "B" is a reproduction of the New Mexico General Hi-way Co. Map. Exhibit "C" is a reproduction of a topographic map. Existing roads and proposed roads are shown on each exhibit. All roads will be maintained in a condition equal to or better than of construction.
 - A. Exhibit "A" shows the proposed well location as staked.
 - B. From junction of U.S. Hi-way 285 & 82 in Artesia take U.S 82 East for 9.2 miles to power sub-station, turn North on Co Road 202 go 3 miles turn Northeast go 1.3 miles turn Northwest go 2.8 miles, turn Northeast go .7 miles thrn North go 1.3 miles turn West go approximately 1900' to location.
 - C. Lay necessary pipelines and powerlines along existing roads and R-O-W's that will be required to produce this lease. See Exhibit "F" for existing roads.
2. PLANNED ACCESS ROADS: Approximately 1900' of new road will be constructed.
 - A. The access road will be crowned and ditched to a 12'00" wide travel surface with 40' right-of-way.
 - B. Gradient on all roads will be less than 5.00%.
 - C. No turnouts will be necessary.
 - D. If needed, road will be surfaced with a minimum of 4" of caliche. This material will be obtained from a local source.
 - E. Centerline for the new access road has been flagged. Earthwork will be as required by field conditions.
 - F. Culverts in the access road will not be used. The road will be constructed to utilize low water crossings for drainage as required by the Topography.
3. LOCATION OF EXISTING WELLS IN A ONE-MILE RADIUS EXHIBIT "A-1"
 - A. Water wells - None known
 - B. Disposal wells - None known
 - C. Drilling wells - None known
 - D. Producing wells - As shown on Exhibit "A-1"
 - E. Abandoned wells - As shown on Exhibit "A-1"