

CONCHO RESOURCES, INC.
TESUQUE "35" FEDERAL # 2
UNIT "L" SECTION 35
T25S-R29E EDDY CO. NM

11. OTHER INFORMATION:

- A. Topography consists of grassy flats and rolling plains, the vegetation consists of native grasses yucca, mesquite, and snake weed. drainage is Westward toward the Pecos River.
- B. The surface is owned by the Bureau of Land Management The U.S. Department of Interior, and is used by ranchers for grazing of livestock.
- C. An archaeological survey will be conducted of the location and roads. This will be submitted to the Bureau of Land Management when it is completed.
- D. There is a dwelling approximately 1.5 miles Northeast of location.

12. OPERATORS REPRESENTATIVE:

Before construction:

TIERRA EXPLORATION INC.
P.O. BOX 2188
HOBBS, NEW MEXICO 88241
OFFICE PHONE 505-391-8503
JOE T. JANICA

During and after construction:

PENWELL ENERGY, INC.
600 NORTH MARIEFIELD
SUITE 1100
MIDLAND, TEXAS 79701
ERICK NELSON (915-683-7443)

- 13. CERTIFICATION:** - I hereby certify that I, or persons under my direct supervision, have inspected the proposed drill site and access route; that I am familiar with the conditions which currently exist; that the statements made in this plan are to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed by Concho Resources, Inc., its contractors/subcontractors is in the conformity with this plan and the terms and conditions under which it is approved. This statement is subject to the provision of U.S.C. 1001 for the filing of a false statement.

NAME

Joe T Janica

DATE

02/26/01

TITLE

Agent