

DEVELOPMENT PLAN

Jerome P. McHugh

Jer #1

1. Existing roads are shown on attached plat.
2. Planned access from existing road approximately 4000' to new location. Will leave natural grass and small vegetation on roadway. Will remove large brush or trees from road. Do not plan to make road grade or bar ditches. Will bottom-out any arroyo we cross and not install culverts.
3. Location of well: 840' FSL - 1190' FEL
Section 18, T28N, R3W
Rio Arriba County, New Mexico
4. No additional well(s) planned on this lease at this time.
5. Separator and flow line will be located within 50' of wellhead.
6. Water will be secured from La Jara Wash.
7. Waste materials will be buried on location or in reserve pit.
8. No permanent camp is planned; trailer house will be used on location while drilling.
9. Do not plan to build airstrip.
10. See attached plat for proposed location layout.
11. Will clean up location, fill and level pits, level ruts in road, reseed location and road with Jicarilla and paint equipment with green.
Seed Mixture
12. Operator's Representative:
Thomas A. Dugan
Box 234
Farmington, New Mexico 87401

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Proposed Location Layout



