

Yates Petroleum Corporation
Hewitt "IM" Federal #2
Section 25-T6S-R25E
990' FSL and 1980' FEL
(Exploratory Well)

This plan is submitted with Form 9-331C, Application for Permit to Drill, covering the above described well. The purpose of this plan is to describe the location of the proposed well, the proposed construction activities and operations plan, the magnitude of surface disturbance involved, and the procedures to be followed in rehabilitating the surface after completion of the operations, so that a complete appraisal can be made of the environmental effect associated with the operation.

1. EXISTING ROADS.

Exhibit A is a portion of a county map showing the well and roads in the vicinity of the proposed location. The proposed wellsite is located approximately 32 miles north of Roswell, New Mexico and the access route to the location is indicated in red and green on Exhibit A.

DIRECTIONS:

1. Proceed north of Roswell on Highway 285 for approximately 27 miles to the Cottonwood Ranch Road.
2. Turn east and go 12.2 miles to the Cottonwood Ranch house. Continue east for approximately 1 mile. Take the left fork in the road and go to the first blue cattleguard on the left. This is the Hewitt "IM" #1. The proposed new road will start from the southwest corner of this location.

2. PLANNED ACCESS ROAD.

- A. The new road will start here going in a westerly direction to the southeast corner of the location. Length of the road will be approximately .5 of a mile.
- B. The new road will be 12 feet in width (driving surface).
- C. The new road will be bladed with drainage on one side. No turnouts will be built.
- D. The route of the road is visible.

3. LOCATION OF EXISTING WELL.

- A. There is drilling activity within a one-mile radius of the wellsite.

4. LOCATION OF EXISTING AND/OR PROPOSED FACILITIES.

- A. There are production facilities on this lease at the present time.
- B. In the event that the well is productive, the necessary production facilities will be installed on the drilling pad. If the well is productive oil, a gas or diesel self-contained unit will be used to provide the necessary power. No power will be required if the well is productive of gas.