DEVELOPMENT PLAN FOR SURFACE USE ON BEARD-FEDERAL LEASE

Attached is a segment of a map in Sierra County, New Mexico showing the location of the proposed wildcat well. Also attached are the following listed items as requested by the U.S.G.S.

- 1. Existing roads.
- 2. Planned access to the location. (Approx. 7,250' of 12' wide
 6" compacted road)
- Offsetting Pool wells. (None Dry & Aband. Beard #1 Jornado Del Muerto shown approx. 6 miles Southwest)
- 4. Lateral roads to other wells.
- 5. Location of tank battery and flow line will be furnished at a later date.
- 6. Water will be hauled in from an off lease source. (Possibly from the L7 Ranch.)
- 7. The drilling contractor will be required to comply with OSHA requirements.
- 8. No camps are involved.
- 9. No airstrips are involved.
- 10. A sketch of the location layout is attached showing the position of the rig, pipe rack and reserve pit, as well as the size of the location.
- 11. The location will be restored to the satisfaction of the

 U.S. CEOLOGICAL SURVEY

 ARTESIA, NEW MEXICO
- 12. The drilling site area consists of flat, sandy terrain with sparse vegetation (no deep gullies or ravines) and the drilling of this well will not adversely affect the environment.
- 13. API Series 900 Blowout Prevention Equipment will be used with 3000 psi working pressure, tested according to industry standards. (See Equip. Disc. Attached)