

MULTI-POINT SURFACE USE AND OPERATIONS PLAN

Yates Petroleum Corporation
Lucky Lab "AZV" Federal Com. #1
660' FNL and 660' FWL
Sec.5,-T17S-R27E
Eddy County, New Mexico

Revised Directions 12/14/02

This plan is submitted with Form 3160-3, 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 the 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 operations.

1. EXISTING ROADS:

Exhibit A is a portion of the BLM map showing the well and roads in the vicinity of the proposed location. The proposed wellsite is located approximately 6 miles northeast of Artesia, New Mexico and the access route to the location is indicated in red and green on Exhibit A.

DIRECTIONS:

Go east of Artesia on Highway 82 for 4.7 miles to Carr Ranch Road. Turn North on Carr Ranch Road and go approx. 2.2 miles. Turn east on lease access road to Devons Riverside 31 Fed. Com. #1 and go approx. 700 feet. The new road will start here going southeast for approx. 0.4 of a mile to the southeast corner of the proposed well.

2. PLANNED ACCESS ROAD

A. The new access road will go southeast for approximately 0.4 of a mile.

3. LOCATION OF EXISTING WELL

- A. There is drilling activity within a one-mile radius of the wellsite.
- B. Exhibit D shows existing wells within a one-mile radius of the proposed wellsite.

4. LOCATION OF EXISTING AND/OR PROPOSED FACILITIES

- A. There are no 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.

5. LOCATION AND TYPE OF WATER SUPPLY:

- A. It is planned to drill the proposed well with a fresh water system. The water will be obtained from commercial sources and will be hauled to the location by truck over the existing and proposed roads shown in Exhibit A.