



O I L C O M P A N Y

410 WALL TOWERS WEST • MIDLAND, TEXAS 79701

P. O. BOX 23 • PHONE (915) 683-5184

February 7, 1974

U. S. Department of Interior
Geological Survey
P. O. Box 1157
Hobbs, New Mexico 88240

Attention: Mr. Arthur Brown

Gentlemen:

Re: Flag-Redfern Oil Company
Allied 93 No. 3
Section 24, T-9-S, R-37-E
Lea County, New Mexico

The following is a Development Plan for Surface Use as required to accompany application to drill the captioned well.

1. State Highway 125 from Tatum, New Mexico to Bledsoe, Texas crosses Section 24 east of the captioned location. Existing caliche roads extend west and south into the southwest of Section 24.
2. The existing caliche road will be extended 1320 feet east from Well No. 2 to the new location.
3. Additional lateral roads in Section 24 will be required as development progresses.
4. The planned access road will be the only road into the lease.
5. It is anticipated that the tank battery will be installed in the southeast corner of the drilling pad, the size and number of tanks and separators to be determined after the well is completed.
6. There is no known supply of drilling water in the immediate area, and we consequently plan to haul drilling water to this location.
7. All solid waste from the drilling operation will be either buried or hauled away.
8. Produced brine will be stored in tanks and be trucked by permit into an approved subsurface disposal zone.