Aug Realow oil COMPANY 410 WALL TOWERS WEST · MIDLAND, TEXAS 79701

P. O. BOX 23 • PHONE (915) 683-5184

June 3, 1974

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

Attention: Mr. Arthur Brown

Gentlemen:

Flag-Redfern Oil Company Re: Allied "93" No. 4 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. No additional roads will be required for the drilling of this well.
- 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 production from this well will be pumped to the existing tank battery, located west of the No. 1 well.
- 6. There is no known supply of drilling water in the immediate area, and we consequently plan to haul drilling water to this location.
- All solid waste from the drilling operation will be either buried or hauled away. TRASH AND JUNK SHOULD BE 7. BURIED IN A SEPARATE TRASH PIT
- Produced brine will be stored in tanks and be trucked by permit 8. into an approved subsurface disposal zone.

Through merger this Company is the successor of Flag Oil Corporation of Delaware, Redfern Development Corporation, Redfern Oil Company, Peter F. Redfern & Sons Co., Carney Properties, Inc. and Pomaikai Oil Corporation.