

OGS Operating Co., Inc.  
MULTI-POINT SURFACE USE AND OPERATIONS PLAN  
Bluitt "8" Fed #1  
Section 8, T-8-S, R-37-E  
Roosevelt County, New Mexico

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 necessary surface disturbance involved, and the procedures to be followed by rehabilitating the surface after completion of the operations, so that a complete appraisal can be made of the environmental effects associated with the operation.

**1. EXISTING ROADS.**

- A. Exhibit E is a 15 minute topo map which shows the location of the proposed wellsite and roads in the vicinity. The proposed location is situated approximately 13 miles east of Milnesand, New Mexico.

**DIRECTIONS**

1. From Milnesand, go east 10 miles on Hwy 262 turn left (North) go 0.1 mi. to the proposed location.

**2. PLANNED ACCESS ROAD.**

- A. Build  $\pm 700'$  of new access road to the proposed location.

**3. LOCATION OF EXISTING WELLS.**

- A. There are no existing well on this lease at this time.

**4. LOCATION OF EXISTING AND/OR PROPOSED FACILITIES**

- A. In the event the well is productive, the necessary production equipment will be installed on the drilling pad.

**5. LOCATION AND TYPE OF WATER SUPPLY.**

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

**6. SOURCES OF CONSTRUCTION MATERIALS.**

- A. Any caliche required for construction of the drilling pad will be obtained from a pit located off the wellsite.

**7. METHODS OF HANDLING WASTE DISPOSAL.**

- A. Drill cuttings will be disposed of in the reserve pits.
- B. Drilling fluids will be allowed to evaporate in the reserve pits until the pits are dry.
- C. Water produced during operations will be either placed in the reserve pits and allowed to evaporate or collected in tanks until hauled to an approved disposal system or a separate disposal application will be submitted to the BLM for appropriate approval.