MULTI-POINT SURFACE USE AND OFERATIONS PLAN

RE-ENTRY AND DEEPEN

COQUINA OIL CORPORATION WELL NO. 1 LLANO "B" FEDERAL 660'FSL & 1650'FEL SEC.7-19S-32E LEA COUNTY, NEW MEXICO

Well was drilled and abandoned at a total depth of 11,417 feet in 1966 by Penroc Oil Corporation as their Well No. 1 Lusk Federal.

LOCATED:

38 air miles west of Hobbs, New Mexico.

FEDERAL LEASE:

NM 23008

LEASE ISSUED:

December 1, 1974 for a primary term of 5 years.

Lease will expire November 30, 1979 absent production or diligent drilling operations.

RECORD LESSEE:

Llano, Inc.

ACRES IN LEASE:

443.40 acres

SURFACE OWNERSHIP:

Federal

GRAZING PERMITTEE:

L. T. D. Snyder (Allotment 7012)

POOL:

Undesignated

ATTACHMENTS:

A. General road map.

B. Plat showing existing wells and existing

roads.

C. Drilling rig layout.