Page 2. Multi-Point Surface Use and Operations Plan Petroleum Development Corporation Sun-McKay Federal #1, Lea County, New Mexico.

- 2. PLANNED ACCESS ROADS (continued):
 - C. <u>Maximum grade</u>: three percent.
 - D. <u>Turnouts:</u> two equally-spaced passing turnouts will be used.
 - E. <u>Drainage design</u>: new road will have a drop of six inches from center line on each side.
 - F. <u>Culverts:</u> none necessary.
 - G. <u>Cuts and fills</u>: none required; only general leveling of sand rolls.
 - H. <u>Gates, cattleguards:</u> one 16' cattleguard will be installed in north-south fence near location. See Exhibit "B".
- 3. LOCATION OF EXISTING WELLS:
 - A. Location of existing wells within a one-mile radius are shown on Exhibit "B".
- 4. LOCATION OF EXISTING AND/OR PROPOSED FACILITIES:
 - A. Existing tank batteries are located at the McKay-Shell Federal #1 well located approximately one mile to the north and at the Dorothy-MCKay Federal #1 well located approximately 3/4 of a mile to the south-west. These two batteries are identical and each consists of two storage tanks, a low pressure separator and a high pressure separator. The batteries with flow lines are completely contained on the original drilling pads. The flow lines are not buried. These two facilities are circled in red on Exhibit "B".
 - B. If the well is productive, the tank battery and flow lines will be located on the well pad and no additional surface disturbance will occur. The battery will be similar to those described in "A" above.