

MULTI-POINT SURFACE USE AND OPERATIONS PLAN

GENERAL EXPLORATION COMPANY  
WELL NO. 1 PENNZOIL FEDERAL  
2180' FSL & 660' FEL SEC. 1, T.19 S., R.33 E.  
LEA COUNTY, NM LEASE NM 4312

This plan is submitted with the Application for Permit to Drill the above described well. The purpose of the 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 in rehabilitating the surface after completion of the operation so that a complete appraisal can be made of the environmental effects associated with the operation.

1. EXISTING ROADS:

- A. Exhibit "A" is a portion of a road map showing the location of the proposed well as staked. Point "A" on the map is approximately 27 miles west of Hobbs and 43 miles east of Carlsbad on US 62-180 between Mileposts 78 and 79. To reach the proposed well site from this point, go north on the caliche road (there is a cattle guard and a Pennzoil sign just off the highway) for 3.0 miles, then southwest for 1.8 miles and north again for 3 miles. At this point turn west and go 0.6 mile and then northwest 0.4 mile to an abandoned well marker. The proposed well site is 200 feet north of the well marker.
- B. Exhibit "B" is a plat showing existing roads within a one-mile radius of the well site. Existing roads are color coded blue.
- C. Any repairs to existing roads do not appear necessary at the present time.

2. PLANNED ACCESS ROAD:

- A. No new road will be required. The pad for the proposed well will be adjacent to the pad used to drill the abandoned well 200 feet south.

3. LOCATION OF EXISTING WELLS:

- A. Existing wells in the immediate area are shown on Exhibit "B".

4. LOCATION OF EXISTING AND/OR PROPOSED FACILITIES:

- A. This lease is undeveloped at present and there are no existing production facilities on the leasehold.
- B. If the proposed well is productive, the tank battery and flow line will be located on the well pad and no additional surface