

**SURFACE USE PLAN**  
**FOR**  
**DRILLING, COMPLETING AND PRODUCING**

**BASIN OPERATING COMPANY**  
**Hudson Federal "31" #2**  
**990' FNL & 790' FWL**  
**Section 31: T18S, R33E**  
**Lea County, New Mexico**  
**Lease Number: LC-069276**

LOCATED: 22 miles Southeast of Loco Hills, New Mexico

FEDERAL LEASE NUMBER: LC-069276

LEASE ISSUED: July 1, 1949

RECORD LESSEE: Wendell Iverson Trust, Delmar H. Lewis,  
Edward R. Hudson Trust, Francis H. Hudson,  
S. J. Iverson Trust

BOND COVERAGE: \$10,000 Lease Bond

ACRES IN UNIT: 80

SURFACE OWNERSHIP: Federal

GRAZING PERMITTEE: Kenneth Smith Inc.  
P.O. Box 764  
Carlsbad, NM 88221

POOL: Corbin Bone Spring, South

EXHIBITS:

- A. Area Road Map
- B. Topographic Map Showing Access Route
- C. Lease Map Showing Well Site
- D. Sketch of Well Pad