SURFACE USE AND OPERATING PLAN

Attached to Form 3160-3 Marbob Energy Corporation SL Deep Federal No. 1 1980' FSL and 1650' FEL Section 30-198-32E Lea County, New Mexico

1. Existing Roads:

- A. All roads to the location are shown in Exhibit #3. The existing roads are illustrated in red and are adequate for travel during drilling and production operations. Upgrading of the road prior to drilling will be done where necessary as determined during the onsite inspection.
- B. Directions to location: From Loco Hills proceed east on U.S. 82 5.6 miles to state road 529. Turn south on Maljamar Road (L-126) and proceed 11.5 miles. Turn west on lease road and proceed .2 miles. Turn south on lease road and proceed .1 mile. Location is on the east side of the lease road.
- C. Routine grading and maintenance of existing roads will be conducted as necessary to maintain their condition as long as any operations continue on this lease.

2. Proposed Access Road:

No new road will be built for this well. Existing roads will be used to access the proposed well.

- A. The average grade will be less than 1%.
- B. No turnouts are planned.
- C. No culverts, cattleguard, gates, low-water crossings, or fence cuts are necessary.
- D. Surfacing material will consist of native caliche. Caliche will be obtained from the nearest BLM-approved caliche pit. Any additional materials that are required will be purchased from the dirt contractor.
- E. The proposed access road as shown in Exhibit #3 has been centerline flagged by John West Engineering.

3. Location of Existing Wells:

Exhibit #2 shows all existing wells within a one-half mile radius of this well.