

SURFACE USE PLAN

HARVEY E. YATES COMPANY
EWT 1 Federal #2
Section 1, T18S, R32E
Lea County, New Mexico

1. EXISTING ROADS:

Exhibit A is a portion of a New Mexico Map showing the location of existing roads and wells. The location is approximately 40 miles east of Artesia, New Mexico. Leave Artesia on U.S. Highway 82 and travel east to State Highway 529. Travel southeast on 529 to mile marker 11. Turn right on caliche road and travel southwest for 2 miles. Turn left on lease road and travel south for 1/4 mile. Turn left and travel east 1/4 mile. Turn left and travel north 1/4 mile to new location.

2. PLANNED ACCESS ROADS:

We plan to use the existing roads as far as possible. We will build approximately 1300 ft of new road to reach the proposed location. The running surface will be 14' wide, with 6" compacted caliche.

3. LOCATION OF EXISTING WELLS:

Exhibit B is a plat showing existing wells and their locations.

4. LOCATIONS OF TANK BATTERIES, ETC.:

In the event we drill a producing well, all production equipment will be located at Unit O, Sec. 1, T18S, R32E.

5. LOCATION AND TYPE OF WATER SUPPLY:

Water will be from commercial sources, either hauled or pipelined.

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JUN 20 1989

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