

C. The four-sided fence around the reserve pit will remain in place until the pit area is cleaned and leveled. No oil will be left on the surface of the fluid in the pit. The entire reserve pit will be fenced until the fluid has completely evaporated.

D. Upon completion of the proposed operations, if the well is completed, the reserve pit will be treated as outlined within the same prescribed time. The caliche from any area of the original site not needed for production operations or facilities will be removed and used for construction of thicker pads or firewalls for the tank battery installation. Any additional caliche required for the facilities will be obtained from a B. L. M. approved caliche pit. Topsoil removed from the drill site will be used to recontour the pit area and any unused portions of the drill pad to the original natural level and reseeded as per B. L. M. instructions.

11. Surface Ownership: The site and lease is located entirely on State surface and is leased by Virgil Linam Est., c/o Faye Clain, P. O. Box 1503, Hobbs, New Mexico 88241.

12. Other information:

A. The area around the site is grassland and the soil is sandy. The vegetation is native scrub grasses with abundant oakbrush, sagebrush, yucca and prickly pear.

B. There is no permanent or live water in the immediate area.

C. A cultural resources examination has been requested and will be forwarded to your office in the near future.

13. Operator's Representatives: The Morexco, Inc. representatives responsible for assuring compliance with this surface use plan are as follows:

Donald G. Becker, Jr.	office phone:	505-746-6520
P. O. Box 481	mobile phone:	505-365-7038
Artesia, NM 88211-0481		

Certification: I hereby certify that I, or persons under my district supervision, have inspected the proposed site and access route; that I am familiar with the conditions which currently exist; that the statements made herein are, to the best of my knowledge, true and correct; and the work associated with the operations proposed herein will be performed by Morexco Inc. its contractors and subcontractors in conformity with this plan and the terms and conditions with which it is approved.

Dated this 23 day of October, 1996.

MOREXCO, INC.

By: 

Donald G. Becker, Jr.
President