SURFACE USE AND OPERATIONS PLAN FOR

DRILLING, COMPLETION, AND PRODUCING

NEARBURG PRODUCING COMPANY JADE 34 FEDERAL COM #2 SECTION 34-T19S-R33E LEA COUNTY, NEW MEXICO

LOCATED

30 miles South Southwest of Hobbs, New Mexico

OIL & GAS LEASE

NM - 97896

RECORD LESSEE

Nearburg Exploration LLC

BOND COVERAGE

\$25,000 statewide bond of Nearburg Producing Company

ACRES IN LEASE

320

GRAZING LEASE

Kenneth Smith Smith Ranch PO Box 764 Carlsbad, NM 88221

POOL

Wildcat Morrow

EXHIBITS

- A. Area Road Map
- B. Drilling Rig Layout
- C. Vicinity Oil & Gas Map
- D. Topographic & Location Verification Map
- E. Well Location & Acreage Dedication Map

This well will be drilled to a depth of approximately 13,700'.