

SURFACE USE AND OPERATIONS PLAN FOR
DRILLING, COMPLETION, AND PRODUCING

NEARBURG PRODUCING COMPANY
SAGEBRUSH 24 FEDERAL COM #1
660' FNL AND 990' FEL, SECTION 24-T19S-R33E
LEA COUNTY, NEW MEXICO

LOCATED

7 miles Northeast of Halfway, New Mexico

OIL & GAS LEASE

NM NM - 100860

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
505-887-3374
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 13,600'.