

## Proposed Development Plan for Surface Use

### 1. Existing roads including location of exit from main highway.

Detailed map showing drillsite location in relation to the nearest town and all existing roads within one mile of the wellsite are shown on Exhibit A. From Hobbs go southwest on paved road 28.2 miles; 2.5 miles County road south; .5 miles West on New road to location.

### 2. Planned access roads. .5 miles new road required.

### 3. Location of existing wells.

All existing well within one mile radius are shown on Exhibit C.

### 4. Location of tank batteries and flow lines

If the well is commercially productive, the production facilities (i.e. tanks, separators, & treaters) will be produced into existing tank battery.

### 5. Location and type of water supply.

Fresh & brine water to be hauled by commercial hauler. (Permian, Hobbs and Carlsbad)

### 6. Source of construction materials.

Caliche will be obtained from an existing pit located SW/4 NE/4, Sec 27, T-20-S R-33-E.

### 7. WASTE DISPOSAL

- a. Drill cuttings will be disposed of in the reserve pit.
- b. Drilling fluids will be allowed to evaporate in the reserve pit until the pit is dry.