

PENWELL ENERGY, INC.  
CHECKERS "24" FEDERAL #5  
SURFACE USE PLAN

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- D. Ponds and Streams: None in area.
- E. Residences and Other Structures: None in the immediate area, except oil production facilities.
- F. Land Use: Cattle grazing.
- G. Surface ownership: BLM, Carlsbad, N.M
- H. There is no evidence of any archaeological, historical or cultural sites in the area. An archaeological survey has been conducted by Archaeological Services By Laura Michalik and their report is being submitted to the appropriate government agencies.

10. OPERATORS REPRESENTATIVE:

PENWELL ENERGY, INC.  
600 NORTH MARIENFELD, STE. 1100  
MIDLAND, TEXAS 79701

BILL PIERCE PHONE 915 683-2534

11. CERTIFICATION: - I hereby certify that I, or persons under my direct supervision, have inspected the proposed drill site and access route; that I am familiar with the conditions which currently exist; that the statements made in this plan are to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed by Penwell Energy Inc., its contractors/subcontractors is in the conformity with this plan and the terms and conditions under which it is approved. This statement is subject to the provision of U.S.C. 1001 for the filing of a false statement.

NAME Bill Pierce  
Bill Pierce

DATE : October 10, 1996

TITLE: Engineer