## MULTIPOINT SURFACE USE AND OPERATIONS PLAN XERIC OIL & GAS CORPORATION CAPPS FEDERAL # 1

660' from the north line, 1980' from the east line. Section 24, T-20-S, R-38-E, Lea County, New Mexico.

1) The existing roads.

The existing roads will be used where possible. From Hobbs go 10 miles south on Highway 18 to mile marker 41. Turn east on caliche road and go 1.7 miles. Turn south and go 1059' to survey flag.

2) Plan new road construction.

The location will require 1059' of new road. The surface will be made of caliche with erosion rises provided for as necessary.

3) Location of existing wells.

Not Applicable

4) Location of existing and/or proposed facilities.

There are currently no facilities for this property. It is proposed that if a facility is required, it will be installed on the 300' x 300' location site. All equipment to be located a minimum distance of 100' from the wellbore.

5) Location and type of water supply.

It is planned to drill the proposed well with the fresh water supplied from local commercial sources. Brine water will also be acquired from these commercial sources. Transportation to the location will be by truck down existing and proposed roads.

6) Source of construction materials.

Caliche will be obtained from a nearby caliche pit in a westerly direction from the proposed drill site. This caliche pit is not on Federal land but is open and active. If caliche obtained from the reserve pit is of good quality, it will take priority over the open pit.

ROSWELL OFFICE

SI & G DS VON TPH