

**SURFACE USE PLAN**  
**Conoco Inc.**

**LOCKHART "B" #13**

The following is required information concerning the possible effect which the drilling of this well may have on the environment, existing road sites, and surrounding acreage. A copy will be posted on the derrick floor so all contractors and sub-contractors will be aware of all items on this plan.

1. Existing Roads

- A. The proposed well site is 990' FNL & 1650' FWL, Sec. 13, T21S, R36E, Lea County, New Mexico.
- B. Directions to the location:  
Travel west of Eunice on Hwy 8 to mile marker 8, turn east and travel 3 miles to location.

2. Planned Access Roads

- A. No new access road will be required.
- B. No turnouts will be needed.
- C. No culverts will be as needed.
- D. No gates, cattleguards, or fence installations are anticipated.

3. Topographic Map and Well Location

A 7.5" quadrangle topo map and a well location map was filed with the NOS.

4. Additional Right-of-Ways

Electric line as shown on attached plat.

5. Water Supply

Fresh and Brine water will be obtained from Goldstar's Water Station located 1 mile north of Eunice, NM, and will be trucked to location by the same directions for reaching the drilling site.

6. Source of Construction Materials

Construction materials will be obtained from the SE4 SE4 of Section 11, T21S, R36E, Lea County, NM.

7. Methods of Handling Waste Disposal

- A. The drill cuttings, fluids and completion fluids will be placed in the reserve pit. The reserve pit will be fenced on three sides away from the pad during drilling and the fourth side fenced as soon as the rig moves out. The reserve pit will be allowed to dry, and materials remaining in the reserve pit buried. The reserve pit will be backfilled, leveled and contoured so as to prevent any materials being carried into the watershed. Upon

completion, the pad will be leveled, contoured, and reseeded with the appropriate seed mixture as specified by the surface managing agency.

- B. All garbage and trash will be hauled away to designated landfill by Conoco.
- C. Chemical toilets will be provided and maintained during drilling operations.

8. Ancillary Facilities

No ancillary facilities are planned.

9. Wellsite Layout

Please attached exhibit. The V-door faces east.

10. Plans for Restoration of Surface

Reserve pits will be rehabilitated once drilling fluids have been allowed to evaporate to the point that pits are dry enough for backfilling and leveling. In the event drilling fluids will not evaporate in a reasonable time period, the fluids will be removed and transported by tank truck to a state approved disposal facility. Backfilling and leveling of the location will be completed within a time period of one year upon cessation of drilling operations.

11. Surface Ownership

The surface ownership is DASCO LAND and CATTLE COMPANY.

12. Archeological Clearance

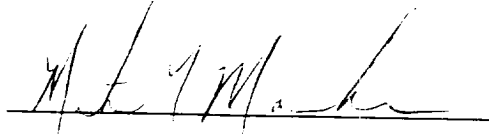
An archeological survey is being conducted and will be provided upon completion.

13. Operator's Representative and Certification

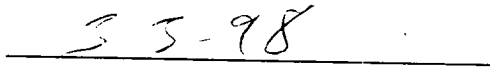
The person who can be contacted concerning compliance of this Surface Use Plan is:

**Mike L. Mankin**  
**Right of Way Agent**  
**Conoco Inc.**  
**10 Desta Drive Suite 430E**  
**Midland, Texas 79705**  
**(915) 686-5794**

*I hereby certify that I, or persons under my direct supervision, have inspected the proposed drilling site; 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 operations proposed herein will be performed by Conoco Inc. and its contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved. This statement is subject to the provisions of 18 U.S.C. 1001 for the filing of a false statement.*

A handwritten signature in black ink, appearing to read "Mike L. Mankin", written over a horizontal line.

Mike L. Mankin  
Right of Way Agent

A handwritten date "3-3-98" in black ink, written over a horizontal line.

Date