

MULTI-POINT SURFACE USE AND OPERATIONS PLAN

MARTINDALE PETROLEUM CORPORATION

CLOSSON "B" #30 - federal lease LC 030132 (b)

1. Existing Roads:

Exhibit "A" is a portion of a Lea County ownership map showing the location of the Delaware Basin road turning south running on the west side of Section 30.

2. Planned Access Road:

As shown on Exhibit "B" an existing road from the southeast corner of Section 30, to the Closson #23 well by way of the #2, #19 and #20 wells, turning north by way of the #7 and #11 wells. At this point a new road will be constructed approximately 1320' to the proposed location.

The road will have six inches of caliche, water, compacted and graded. Maximum grade will be 3%. There will be no turnouts, culverts, cut or fill, gates or cattleguards required.

3. Location of Existing Wells:

Exhibit "A" shows all existing wells within a radius of three miles.

4. Location of Existing and Proposed Facilities:

Exhibit "B" shows the location of the present tank battery B-2. The flowline will be layed to the #11 well where a separator is located and will flow to the B-2 battery.

5. Water Supply:

All water required for drilling and road construction will be hauled.

6. Source of construction materials:

Caliche for surfacing the road and the well pad will be obtained from an existing pit in the SW/4 SE/4 Sec. 12, T-22S, R-37E. It is a State caliche pit.

7. Methods of Handling Waste Disposal:

Drill cuttings will be disposed of in the drilling pits.

Drilling fluids will be allowed to evaporate in the drilling pits until pits are dry. Water produced during test will be disposed of in the drilling pits. Oil produced during test will be stored in test tanks until transferred to tank battery for sale. Current laws and regulations pertaining to the disposal of human waste will be complied with.

Trash, waste paper, garbage and junk will be buried in a separate trash pit and covered with a minimum of 24 inches of dirt. All waste material will be contained to prevent scattering by the wind. Location of trash pit is shown on Exhibit "D". All trash and debris will be buried or removed from the wellsite within 30 days after finishing drilling and/or completion operations.

8. Ancillary Facilities:

None required.

9. Wellsite Location:

Exhibit "D" shows the relative location and dimensions of the well pad, mud pits, reserve pit and location of major rig components. No cut or fills will be required to level the well pad. The reserve pit will be plastic lined.

10. Plans for restoration of the surface:

After completion of drilling and/or completion operations, all equipment and other material not needed for operations will be removed. Pits will be filled and location cleaned of all trash and junk to leave the wellsite in an aesthetically pleasing condition as possible. All unguarded pits containing fluids will be fenced until they are filled. After abandonment of the well, any special rehabilitation and or revegetation requirements of the surface management agency will be complied with