

Proposed Development Plan for Surface Use

Amoco Production Company's Langlie "A" Federal Well No. 3, Unit N, 660' FSL
X 1980' FWL, Section 9, T-25-S, R-37-E, Lea County - (Development Well)

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 Jal, go .8 mile east on Hwy 128, turn north on dirt road and go 1.2 miles. Turn east for .4 mile, then south .1 mile to location.
See Exhibit B.

2. Planned access roads.

No new roads are required. Will use existing lease roads.

3. Location of existing wells.

All existing wells 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 and treaters) will be located on the southeast end of the drilling pad.

See Exhibit D.

5. Location and type of water supply.

Fresh water and brine water will be hauled from Jal, NM by XL Transport Co.
Jal, NM

6. Source of construction materials.

No additional caliche is required. We will use existing roads and native dirt for location.

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.