MULTI-POINT SURFACE USE AND OPERATIONS PLAN

Lewis B. Burleson, Inc. Federal # 1 Location: 890' FWL & 2210' FNL of Section 21, T-25-S, R-37-E, Lea County, New Mexico, Federal Lease NM-23019

1. Existing Roads

Exhibit "A" is a portion of a Lea County ownership map showing the location of State Road 128 on the north side of Section 21.

2. Planned Access Road:

As shown on Exhibit "B" the existing road comes from State Road 128 a distance of 1900 feet. The proposed access road will be 12 feet wide and a distance of 250' has been staked and flagged with the stakes being visible from any one to the next.

Surfacing Material: Top soil will be graded off and put down a caliche base and watered and rolled where required.

Maximum Grade: Two percent.

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:

None existing. Proposed sales lines and battery, if necessary, will be on drilling pad.

5. Location and Type of Water Supply:

All water required for drilling and road construction will be hauled from the McCasland-Sims water station in Eunice, New Mexico.

6. Source of Construction Materials:

Caliche pit south of location.

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.