MULTI-POINT SURFACE USE AND OPERATIONS PLAN

Robert E. Landreth Reno Federal Com. No. 1 1200' FNL and 1200' FWL Section 11, T-25-S, R-35-E Lea County, New Mexico (RE-ENTRY DEVELOPMENT WELL)

This plan is submitted with Form 3160-3, Application for Permit to Drill or Re-enter, covering the above described well. The purpose of this plan is to describe the location of the proposed well, the proposed construction activities and operations plan, the magnitude of necessary surface disturbance involved and the procedures to be followed in rehabilitating the surface after completion of the operations, so that a complete appraisal can be made of the environmental effects associated with the operation.

1. EXISTING ROADS:

A. Exhibit "D" is a recent land plat showing existing access roads.
Exhibit "E" is a portion of USGS topographic map of the area on a scale of approximately
2.65 inches to the mile, showing the location of the wellsite and roads in the vicinity. The location is situated approximately 10 miles west of Jal, New Mexico.

DIRECTIONS:

1. Proceed west from Jal, New Mexico, on Hwy 128 for ten miles. Turn south onto the lease road and proceed approximately ¼ mile to the location.

2. PLANNED ACCESS ROAD:

- A. The old access road will be restored and will be approximately 700' in length from point of origin to the edge of the drilling pad. The road will lie in a north-south direction.
- B. The reconstructed road will be 12' in width (driving surface), except at the point or origin, adjacent to the existing road, at which point enough additional width will be provided to allow heavy trucks and equipment to turn.
- C. The reconstructed road will be covered with the necessary depth of caliche. The surface will be crowned, with drainage on both sides. No turnouts will be necessary.
- 3. LOCATION OF EXISTING WELLS:
 - A. The well locations in the vicinity of the proposed well are shown in Exhibit "F". There are eight wells which have produced or were dry holes in the area of this lease at the present time.

4. LOCATION OF EXISTING AND/OR PROPOSED FACILITIES:

- A. There are no production facilities on the lease at this time.
- B. In the event that the well is productive, the necessary production facilities will be installed on the drilling pad. If the well is productive of gas, it is possible that a compressor will be installed which will also be located on the drilling pad.
- 5. LOCATION AND TYPE OF WATER SUPPLY:
 - A. It is planned to drill the proposed well with a fresh water system where possible (see Mud Program Exhibit "C"). The water will be obtained from private or commercial sources and will be hauled by truck.