

SURFACE USE PLAN

FOR

DRILLING, COMPLETING AND PRODUCTION

MCDONNOLD OPERATING, INC.

Well #19 Langlie Jack Unit
1330' FSL, 1460' FEL, Sec. 20, T-24-S, R-37-E
Lea County, New Mexico

LOCATED: 6.38 air miles Northeast of Jal, NM

FEDERAL LEASE NUMBER: LC-032326(A) issued 12/1/57
LC-033575 issued 2/1/68
NM-037667 issued 7/1/57

RECORD LESSEE: McDonnold Operating, Inc.

OPERATOR'S AUTHORITY: Lessee

BOND COVERGE: Statewide Bond

ACRES IN LEASE: 680

SURFACE OWNERSHIP: Henry H. Harrison

SURFACE GRAZING LEASE: J. T. Crawford
Drawer T
Jal, NM 88252

WELL SPACING: 20 acre spacing

POOL: Langlie Mattix Seven Rivers Queen
Grayburg

EXHIBITS:

- A. Portion of Lea County Road Map
- B. Topo Location Verification Map
- C. Lease Map
- D. Sketch of Well Layout
- E. Surface Agreement
- F. Sketch BOP