

Proposed Development Plan for Surface U

Amoco Production Company's Myers B Federal Well No. 32, Unit N, 330'
FSL x 1980' FWL, Sec.9, T-24-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 north on Highway 18 six miles. Turn east on dirt road and go 2 miles, turn north and go 1.3 miles. Turn west around tank battery and 2/10 mile of new road south and west to location. See Exhibit A.

2. Planned access roads.

Approximately 2/10 mile new road will be build using caliche material.

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 south east end of the drilling pad. See Exhibit D.

5. Location and type of water supply.

Fresh water will be hauled from a water well on the Randoff Ranch.
Brine water will be hauled from Eunice.

6. Source of construction materials.

Caliche will be obtained from an existing pit 3/4 miles north of the wellsite. See Exhibit B. NE/4 Section 9, T-24-S, R-37-E.

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.