

SURFACE USE PLAN

GRUY PETROLEUM MANAGEMENT CO.
RHODES FEDERAL UNIT # 103
UNIT "P" SECTION 10
T26S-R37E LEA CO. NM

11. OTHER INFORMATION:

- A. Topography consists of sand dunes with a slight dip in the Southwesterly direction. Vegetation is mainly native grasses and Mesquite trees with Shinnery Oak.
- B. Surface and minerals are owned by The Bureau of Land Management, The U.S. DEPARTMENT OF INTERIOR. The surface is used mainly for grazing of livestock and the production of Oil & Gas.
- C. An Archaeological survey will be conducted of the location and proposed roads, then this report will be filed with the Bureau of Land Management in the Carlsbad BLM office.
- D. There are no known dwellings within 1½ mile of this location.

12. OPERATORS REPRESENTATIVE:

Before construction:

TIERRA EXPLORATION INC.
P.O. BOX 2188
HOBBS, NEW MEXICO 88241
OFFICE PHONE 505-392-2112
JOE T. JANICA

During and after construction:

GRUY PETROLEUM MANAGEMENT COMPANY
P.O. BOX 14097
IRVING, TEXAS 75014
OFFICE PHONE 972-443-6489
ZENO FARRIS

13. CERTIFICATION: - I hereby certify that I, or persons under my direct supervision, have inspected the proposed drill site and access route; that I am familiar with the conditions which currently exist; that the statements made in this plan are to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed by Gruy Petroleum Management Co. contractors/subcontractors in the conformity with this plan and the terms and conditions under which it is approved. This statement is subject to the provision of U.S.C. 1001 for the filing of a false statement.

NAME : Joe T Janica
DATE : 04/07/98
TITLE : Agent