

### **POINT 3: LOCATION OF EXISTING WELLS**

Exhibit "B" indicates existing wells within the surrounding area.

### **POINT 4: LOCATION OF EXISTING OR PROPOSED FACILITIES**

- A) Existing facilities owned or controlled by lessee/operator:

Bass' facilities located at JRU #36 (1475' SW of wellbore).

- B) New Facilities in the Event of Production:

None required.

- C) Rehabilitation of Disturbed Areas Unnecessary for Production:

Following flowline construction, those access areas required for continued production will be graded to provide drainage and minimize erosion. The areas unnecessary for use will be graded to blend in the surrounding topography - See Point 10.

### **POINT 5: LOCATION AND TYPE OF WATER SUPPLY**

- A) Location and Type of Water Supply

Fresh water will be hauled from Johnson Water Station 27 miles east of Carlsbad, New Mexico or Mills Ranch. Brine water will be hauled from Champion Brine Water Station, 3.5 miles east and 2.5 miles south of Carlsbad, New Mexico.

- B) Water Transportation System

Water hauling to the location will be over the existing and proposed roads.

### **POINT 6: SOURCE OF CONSTRUCTION MATERIALS**

- A) Materials

If not found on location, caliche will be hauled from the nearest BLM approved source.

- B) Land Ownership

Federally owned.

- C) Materials Foreign to the Site

No construction materials foreign to this area are anticipated for this drill site.

- D) Access Roads

See Exhibit "A".