

Since we cannot estimate the water and oil production rates, we cannot be certain if the existing facilities will be capable of handling the produced fluids.

6. LOCATION OF WATER SUPPLY

We will obtain drilling water from a water well located \pm 100' north of Federal Media No. 1. Water will be piped to location through a temporary line laid on the ground. This line will be removed upon completion of drilling operations.

7. HANDLING OF WASTE MATERIALS

Drilling mud and cuttings will be retained in a reserve pit. This will be permitted to dry via evaporation, then backfilled and covered with dry dirt.

Solid trash, garbage and paperproducts will be collected in a burn pit. Non-flamable items will be buried during the clean up operations.

8. CAMPS

Not applicable

9. AIRSTRIPS

Not applicable

10. RIG LAYOUT

We are furnishing a layout of the contractors drilling rig, and a generalized sketch of this drilling pad.

11. SURFACE RESTORATION

The pad will be built with a maximum slope of 1:1 in all cuts and fills. Surface top soil will be removed, stockpiled for use in the restoration.

Upon termination of drilling and completion operations, the reserve pit will be fenced for the protection of wildlife and domestic animals, then permit to dry by evaporation. The pit will be backfilled and covered with dry dirt. The entire location will be contoured, then re-seeded with a grass mixture compatible to the local conditions. The local BLM personnel will be asked for their recommendations during this phase of the operations.

12. NAMES OF PETRO-LEWIS PERSONNEL RESPONSIBLE FOR OPERATIONS

Production Foreman: Joe Massey, Cuba, N.M. - (505) 289-3564
Drilling Supervisors: Jack Schultz, Grand Junction, Colo. - (303) 243-5090
and/or Tom Popp, Morrison, Colo. - (303) 697-4028
Drilling Superintendent: Curtis Clark, Denver, Colo. (303) 892-6010