

SURFACE USE AND OPERATIONS PLAN (Continued)

CANDY BUTTE #4

SANDOVAL COUNTY, NEW MEXICO

10. Plans for Restoration of Surface (Continued)

- (2) Reseeding of the drill site, including access roads, will take place at the first opportunity following completion of operations in accordance with the recommended seasonal seeding periods. All reseeded will be as recommended for this area by agronomist and the Bureau of Land Management.
- (3) Prior to rig release, pits will be fenced and so maintained until clean-up operations are complete. After the location has been leveled and all pits backfilled, said location will be fenced from time of reseeded until grass is established.
- (4) Any oil accumulations on pits shall be removed and hauled to production facility for recovery. In the event it becomes necessary to leave oil in any pit for any reason we will install overhead flagging.
- (5) Commencement of rehabilitation operations shall begin immediately after rig release and shall continue in a good and workmanlike manner until complete.

11. Other Information

- (1) The area around the drilling site is gently sloping small valley floors formed on a sandstone or shale base. The vegetation in the area is a sparse cover of blue grama, galleta, cholla and prickly pear with scattered stands of juniper and sagebrush.
- (2) There are no other surface use activities planned. The surface at the location is FEDERALLY owned.
- (3) There are no fresh water wells in the area of the proposed location. There are no occupied dwellings; no known archeological, historical or cultural sites in the general area of the location.

12. The Hanson Oil Corporation representative conducting this drilling operation is: