

7. Method of Handling Waste Disposal:

- (1), (2), (3) Reserve pit at drill site will be used to contain these materials.
- (4) Portable equipment will be used.
- (5) Small deep trash pit will be dug at location.
- (6) Area will be policed up after drilling rig moves out and debris put in trash pit.

8. Ancillary Facilities:

None required.

9. Well Site Layout:

- (1) See attachment #4.
- (2) See attachment #5
Dirt will be stockpiled on North and East sides of drill pad.
- (3) "V" door facing west reserve pit.
- (4) Pits will not be lined.

10. Plans for Restoration of Surfaces:

As soon as pit is dried up it will be filled in and the surface leveled and contoured to surrounding terrain.

11. Other Information:

- (1) Mildly rolling terrain at drill site slightly sandy soil, much sage brush and some grass.
- (2) Occasionally used for grazing cattle.
- (3) Water is available from source about three miles from location.

12. Lessee's or Operator's Representative:

Mr. T. C. Durham is the foreman who will represent Energy Reserves Group, Inc. during our drilling and clean up operations in connection with this well. He lives in Farmington, New Mexico. His address and phone numbers are as follows:

Home	- 1205 Camino Largo	Phone - 505-325-7978
Office	- Box 977	Phone - 505-327-1639
Contact	- Unit 539	Phone - 505-325-1873

13. Certification:

See attached certificate.