

3. Location of Existing Wells - Cont'd.:

The nearest oil well is in Sec. 27, T24N - R7W, about one-half mile west of the proposed location.

4. Location of Existing and Proposed Facilities

There are no facilities owned or controlled by Resources Investment Corporation within a one-mile radius of this location.

In the event production is established, a tank battery will be constructed approximately 200' NE of the well. The dimensions will be 75' x 100'. The area will be levelled and have a native soil base and a gravelled surface.

Pits will be fenced and flagged and pumping unit will have guards. After the tank battery is completed, the disturbed area not needed for operations will be reshaped to the original contour and re-seeded with a seed mixture recommended by the BLM.

5. Location and Type of Water Supply

Water for the drilling of Escrito Federal #1 will be trucked to the location from a water well in the NE/4 of Section 34, T24N - R 7W.

There will not be a water well drilled on the location.

See Map "B".

6. Source of Construction Materials

All construction material for this location site and access road will be borrow material accumulated during construction of the location site and access road and will be on Federal land. No additional road gravels or material from other sources are anticipated at this time.

7. Methods for Handling Waste Disposal

See Location Layout Sheet.

A reserve pit and burn pit will be constructed. The reserve pit will be approximately 8' deep and at least one-half of this depth will be below the surface of the existing ground.

The reserve pit will be used to store non-flammable materials