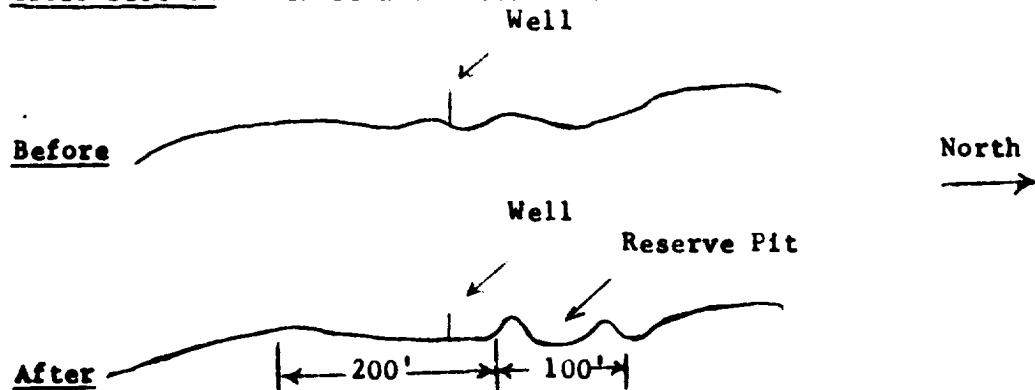


7. Methods for Handling Waste Disposal - The enclosed drill site plat (Exhibit #4) indicates location of drilling pits, reserve pit and a rubbish pit. After sufficient time has passed to allow drilling fluids to dry, all pits will be closed and leveled. The rubbish pit adjacent to the drilling site will be deep enough to contain all rubbish when covered and leveled.

8. Ancillary Facilities - There are no camps or airstrips planned.

9. Well Site Layout - Well site (Exhibit #4) has been staked and is indicated by red area on enclosed map (Exhibit #1). The drill site is a sandy area covered by sparse native vegetation. The drilling pad will be 6 inches of caliche measuring 150' East, 150' West, 50' North and 150' South.

Cross Section - Before and After is shown below:



10. Plans for Restoration of Surface - Commercial Well

Reshaped Topography - Rubbish will be buried upon completion of drilling operations. All future rubbish will be removed by individual generating same.
Caliche Pad - Caliche drilling pad will remain intact until well is abandoned.
Reserve Pit - will be filled and leveled.
Road - This caliche road will remain intact until the well is abandoned.
Timetable - The well should produce for several years.

Plans for Restoration of Surface - Plugged and Abandoned Well

Surface will be restored in accordance with all regulations in effect at the time of abandonment.

11. Other Information - Topography is generally rough sand dunes.

Soil Characteristics - Unconsolidated sand.

Flora - Sparse grass and weeds.

Fauna - Rabbits, rats, mice, birds and snakes.

Other Surface Use Activities - Leased grazing land.

Surface Ownership - Federal Land.

Water Wells - None.

Lakes, Streams and Ponds - None.

Dwellings - None.

Other Facilities - None.

Archaeological Sites - A site is located approximately 750' West of current well site stake (1980' FNL & 1980' FEL Sec. 34, T17S, R30E). This location has been moved in order not to disturb this archaeological site.

Historical Sites - None.

Cultural Sites - None.