

DEFCO, Inc.

Toles Federal #1

Location: 990 FEL & 1650' FSL Sec. 25, T-15-S, R-27-E
Chaves Co., New Mexico

1. Existing roads - Shown on plat.
2. Planned access roads - Shown on plat.
3. Location of wells - Shown on plat.
4. Lateral roads - All roads shown on plat.
5. Location of tank batteries & flow lines - Tank battery in Northeast corner of location with flowline to well.
6. Location & type of water supply - Furnished by contractor.
7. Methods for handling waste disposal - To meet State and Federal Requirements.
8. Location of camps - No known camps in area.
9. Location of airstrips - No known airstrips in area.
10. Rig will face East, earthen pit North of rig, pipe racks east of rig.
11. All pits and location will be leveled and smoothed.
12. Every effort will be made to prevent any damage to environment.