

- B. Drilling fluids will be allowed to evaporate in the reserve pits until the pits are dry.
- C. All pits will be fenced with normal fencing material to prevent livestock from entering the area.
- D. Water produced during operations will be collected in tanks until hauled to an approved disposal system, or separate disposal application will be submitted to the USGS for approval.
- E. Oil produced during operations will be stored in tanks until sold.
- F. Current laws and regulations pertaining to the disposal of human waste will be complied with.
- G. Trash, waste paper, garbage and junk will be buried in a separate trash pit and covered with a minimum of 24 inches of dirt. All waste material will be contained to prevent scattering by the wind.
- H. All trash and debris will be buried or removed from the wellsite within 30 days after finishing drilling and/or completion operations.

8. ANCILLARY FACILITIES.

- A. None required.

9. WELLSITE LAYOUT.

- A. Exhibit IV shows the relative location and dimensions of the well pad, reserve pits, and major rig components.
- B. Only minor leveling will be required to construct the location. The ground surface at the wellsite is relatively level, with only very minor undulations and a gradual upward slope from north to south. It is estimated that a cut of approximately 3' to 5 1/2' will be necessary in the southern portion of the drilling pad and that minor fill will be required at the drill hole to compensate for a very slightly higher elevation both east and west of the drill hole. The pad surface will be covered with 6 inches of compacted caliche.
- C. The reserve pits will be plastic-lined.
- D. The pad and pit area has been staked and flagged.

10. PLANS FOR RESTORATION OF THE SURFACE.

- A. After drilling and/or completion operations have been finished, all equipment and other material not needed for further operations