

- C. The new road will be covered with the necessary depth of caliche. The surface will be crowned, with drainage on both sides. No turnouts will be necessary.
  - D. The new road has been staked and flagged and the route of the road is clearly visible.
3. LOCATION OF EXISTING WELLS.
- A. Drilling activity within a one-mile radius of the wellsite is shown on Exhibit A. The nearest production is a gas well in the SW $\frac{1}{4}$  of Section 8.
4. LOCATION OF EXISTING AND/OR PROPOSED FACILITIES.
- A. There are no production facilities on this lease at the present time.
  - B. In the event that the well is productive, the necessary production facilities will be installed on the drilling pad. If the well is productive oil, a gas or diesel self-contained unit will be used to provide the necessary power. No power will be required if the well is productive of gas.
5. LOCATION AND TYPE OF WATER SUPPLY.
- A. It is planned to drill the proposed well with a fresh water system. The water will be obtained from commercial sources and will be hauled to the location by truck over the existing and proposed roads shown in Exhibit A.
6. SOURCE OF CONSTRUCTION MATERIALS.
- A. Any caliche required for construction of the drilling pad and the new access road will be obtained from the nearest existing pit.
7. METHODS OF HANDLING WASTE DISPOSAL.
- A. Drill cuttings will be disposed of in the reserve pits.
  - B. Drilling fluids will be allowed to evaporate in the reserve pits until the pits are dry.