

1. **Existing Roads:**

- a) All roads to the location are shown on Exhibit "A". The existing roads are illustrated in yellow and are adequate for travel during drilling and injection operations. Upgrading of the road prior to drilling will be done where necessary as determined during the on-site inspection.
- b) Directions to location: Go south from Loco Hills on Hagerman Cutoff Road approximately ½ mile. Go left (southeast) on existing lease road approximately 2/3 mile to intersection with existing access road running northeast. Turn right at intersection to existing well location.
- c) Routine grading and maintenance of existing roads will be conducted as necessary to maintain their condition as long as any operations continue on this lease.

2. **Proposed Access Road:**

No access roads are necessary.

3. **Location of Existing Wells:**

Exhibit "B" shows all existing wells within a one-mile radius of this well.

4. **Location of Existing and/or Proposed Facilities:**

This well is to be an injector.

5. **Location and Type of Water Supply:**

The well will be drilled with a combination of natural and fresh water mud system as outlined in the drilling program.

The water necessary for drilling operations will be purchased and trucked to the wellsite.

6. **Source of Construction Materials:**

Not applicable.

7. **Method of Handling Waste Disposal:**

- a) Drill cuttings will be disposed into the reserve pit.
- b) Drilling fluids will be contained in the reserve pit. The reserve pit will be an earthen pit, approximately 6' deep and fenced on three sides prior to drilling. The fourth side will be fenced immediately following pulling unit removal. The reserve pit will be lined with plastic (5-7 mil thickness) to minimize loss of drilling fluids.