

7) METHODS OF HANDLING WASTE DISPOSAL:

- A. DRILL CUTTINGS WILL BE DISPOSED OF IN THE RESERVE PIT.
- B. DRILLING FLUID WILL BE ALLOWED TO EVAPORATE IN THE RESERVE PIT UNTIL PITS ARE DRY.
- C. WATER PRODUCED DURING TESTS WILL BE DISPOSED OF IN THE RESERVE PITS. OIL PRODUCED DURING TESTS WILL BE STORED IN A TEST TANK UNTIL SOLD. GAS WILL BE FLARED.
- D. SALTS AND CHEMICALS WILL BE DEPOSITED IN THE RESERVE PIT.
- E. A SEPTIC BOREHOLE WILL BE CONSTRUCTED AT THE LOCATION FOR THE DISPOSAL OF HUMAN WASTE.
- F. TRASH, WASTE PAPER, GARBAGE AND JUNK WILL BE BURIED IN A SEPARATE TRASH PIT (SEE BURN PIT ON EXHIBIT #4) AND COVERED WITH A MINIMUM OF 24 INCHES OF DIRT.
- G. ALL TRASH AND DEBRIS WILL BE BURIED OR REMOVED FROM THE WELLSITE AFTER FINISHING DRILLING AND/OR COMPLETION OPERATIONS.

8) ANCILLARY FACILITIES:

NONE REQUIRED

9) WELLSITE LAYOUT:

- A. EXHIBIT #4 SHOWS THE GENERAL LOCATION AND DIMENSIONS OF THE WELL LOCATION, MUD PITS, RESERVE PIT, BURN PIT, AND THE AREA OF LOCATION FOR MAJOR RIG COMPONENTS.
- B. LEVELLING OF THE WELLSITE WILL BE REQUIRED. NO SIGNIFICANT CUT OR FILLS WILL BE NECESSARY.
- C. THE RESERVE PIT WILL BE PLASTIC LINED.

10) PLANS FOR RECLAMATION OF THE SURFACE:

- A. AFTER COMPLETION OF DRILLING AND TESTING PROGRAM, ALL EQUIPMENT AND OTHER MATERIAL NOT NEEDED FOR OPERATIONS WILL BE REMOVED. PITS WILL BE FILLED AND THE LOCATION CLEANED OF ALL TRASH AND JUNK.
- B. ANY UNGUARDED PITS CONTAINING FLUIDS WILL BE FENCED UNTIL THEY ARE FILLED.
- C. AGREEMENT BETWEEN DRILLING CONTRACTOR AND BLM TO STACK THE DRILLING RIG ON LOCATION WILL BE THE RESPONSIBILITY OF THE DRILLING CONTRACTOR.
- D. AFTER ABANDONMENT OF THE WELL, SURFACE RESTORATION WILL BE IN ACCORDANCE WITH THE REQUIREMENTS OF THE SURFACE MANAGEMENT AGENCY. PITS WILL BE FILLED AND LOCATION WILL BE CLEANED. THE PIT AREA, WELL PAD AND SURFACE LOCATION WILL BE RIPPED TO PROMOTE RE-VEGETATION.