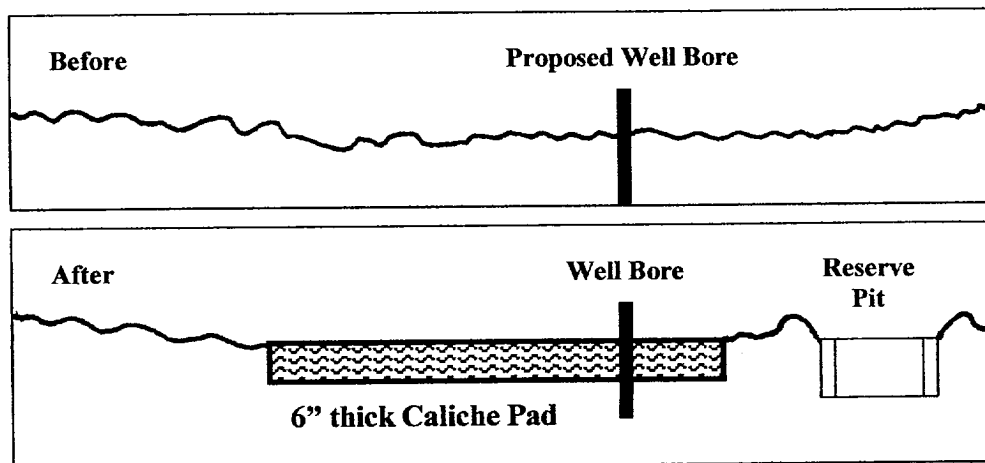


7. Methods of Handling Waste Disposal - Enclosed drill site plat (Exhibit 4) indicates location of drilling pits, reserve pit & trash trailer. After sufficient time has elapsed to allow drilling fluids to dry, all pits will be closed and leveled. All trash and debris will be removed from the location.
8. Ancillary Facilities - There are no camps or airstrips planned.
9. Well Site Layout - Well site (see survey plat) has been staked and is indicated on the enclosed maps (Exhibits #1, #2 & #5). The drilling site is a sandy area, covered by sparse native vegetation. Drilling pad will be covered with 6" caliche with measurements as per attached drawing. The drilling pad will blend in with terrain since the topography is relatively rough sand dunes.

Cross section - Before and After is shown below:



10. Plans for Restoration of Surface - Commercial Well:

- Reshaped Topography - Rubbish will be hauled off upon completion of drilling operations. All future rubbish will be removed by the subcontractor generating same.

Caliche Pad - Caliche drilling pad will remain intact until well is abandoned.

Road - The road will remain intact as long as there is production on the lease.

Timetable - This well is expected to produce for several years

- Plans for Restoration of Surface - Plugged and Abandoned Well:

Surface will be restored in accordance with all regulations in effect at the time of abandonment.

11. Other Information -

Topography - generally rough sand dunes

Soil Characteristics - unconsolidated sand.

Flora - sparse grass and weeds

Fauna - rabbits, mice, rats, birds and snakes

Other Surface Use Activities - leased grazing land.

Surface Ownership - US Government

Water Wells - none

Lakes, Streams, Ponds - none

Dwellings - none