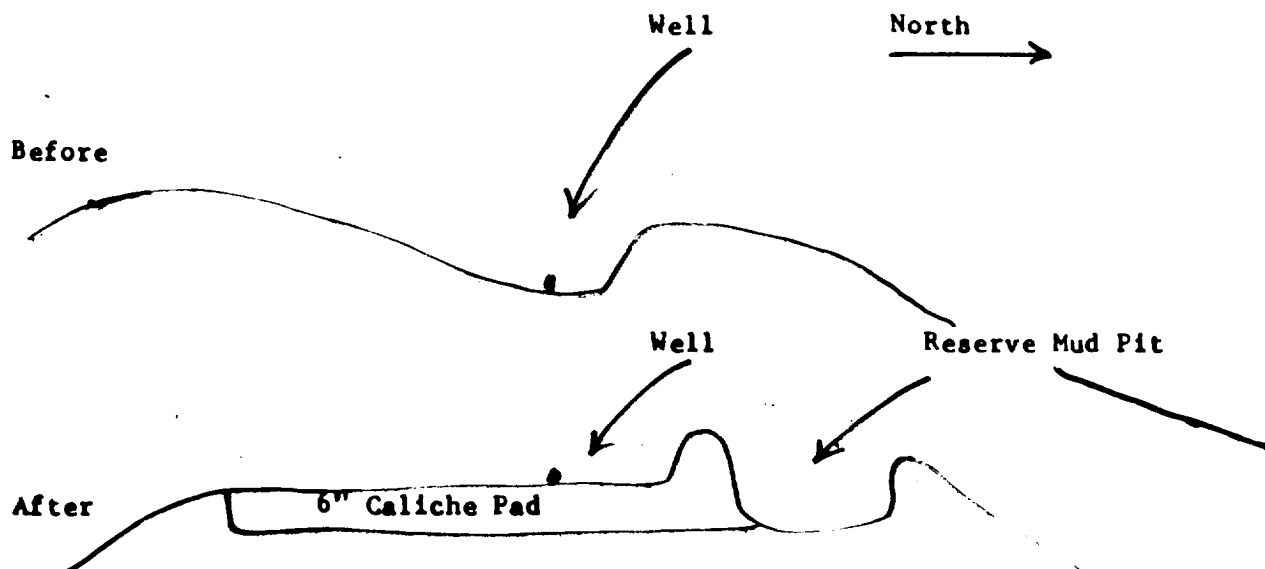


7. Methods for Handling Waste Disposal - Enclosed drill site plat (Exhibit #3) indicates location of drilling pits, reserve pit and rubbish pit. After sufficient time has elapsed to allow drilling fluids to dry, all pits will be closed and leveled. The rubbish pit adjacent to drilling site will be deep enough to contain all rubbish when covered and leveled.

8. Ancillary Facilities - There are no camps or airstrips planned.

9. Well Site Layout - Well site (Exhibit #3) has been staked and is indicated by red area on enclosed maps (Exhibits #1 & #2). Drilling site is a sandy area covered by sparse native vegetation. Drilling pad will be 6" of caliche measuring 90' East, 170' West, 80' North and 100' South. Drilling pad will blend with terrain since the topography is relatively flat.

Cross Section - Before and After - is shown below:



10. Plans for Restoration of Surface - Commercial Well.

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

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

Road

Timetable - The well should 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 is generally flat, surrounded by small sand dunes.

Soil Characteristics - Unconsolidated sand.

Flora - Sparse grass and weeds.

Fauna - Rabbits, rats, mice, birds and snakes.

Other Surface Use Activities - Private grazing land.

Surface Ownership - Private.

Water Wells - None.

Lakes, Streams and Ponds - None.

Dwellings - None.