

8. ANCILLARY FACILITIES:

A. None required.

9. WELLSITE LAYOUT:

A. Exhibit "C" shows the relative location and dimensions of the well pad, mud pits, reserve pit and trash pit. The rig will be erected with the V-door to the west.

B. There is a maximum of a 1 foot grade on the existing location area and only minor levelling of the wellsite will be necessary. The pad will be topped with 6 inches of caliche, bladed, watered and compacted.

C. The reserve pit will be plastic lined.

D. The pad and pit area have been staked and flagged.

10. PLANS FOR RESTORATION OF THE SURFACE:

A. After completion of drilling and/or completion operations all equipment and other material not needed for operations will be removed. Pits will be filled and location will be cleaned of all trash and junk to leave the wellsite in an aesthetically pleasing a condition as possible.

B. Any unguarded pits containing fluids will be fenced until they are filled.

C. After abandonment of the well, surface restoration will be in accordance with the agreement with the surface owner as follows: Pits will be filled and location will be cleaned. The Pit area, well pad and all un-needed access road will be ripped to promote revegetation. Rehabilitation should be accomplished within 90 days after abandonment.

11. OTHER INFORMATION :

A. Topography: The land surface consists of a relatively flat undulating plain dissected by East-West draws.

B. Soil: Local soils are thin and sandy and overlie a weathered limestone formation.

C. Flora and Fauna: The vegetative cover is generally sparse and consists of greasewood, buffalo grass and snake weed. Wildlife in the area is typical of semi-arid desert land and includes coyotes, rabbits, rodents, reptiles, dove and quail.

D. Ponds and Streams: There are no lakes or ponds in the area. The Pecos River is located approximately 9 miles east of the proposed location.

E. Residences and Other Structures: There are no houses or buildings within 1 mile of the proposed wellsite. The nearest water well is a windmill 1 1/2 miles northeast of the proposed location.