

7. Methods of Handling Waste Disposal:

- A. Drill cuttings not retained for evaluation purposes will be disposed into a workover pit dug for this purpose.
- B. Drilling fluids will be contained in steel/reverse unit pits. A pit approximately 6' deep x 15' x 40' will be dug to hold cuttings and workover fluids. It will be fenced at all times and covered immediately after completion.
- C. Water produced from the well during completion may be disposed into this pit. After the well is permanently placed on production, produced water will be handled at the Battery by transferring it to SDX Resources' East Millman Unit for injection.
- D. Garbage and trash produced during drilling or completion operations will be collected in a trash trailer by a contractor. No toxic waste or hazardous chemicals will be produced by this operation.
- E. After the rig is moved out and the well is either completed or abandoned, all waste materials will be cleaned-up within 90 days. No adverse materials will be left on the location.

8. Ancillary Facilities:

None

9. Well Site Layout:

The drill pad layout will consist of a 200' x 200' pad with the well in the center. This area will be scrapped out of the previous pad area and will not extend beyond the previous pad.

10. Plan for Restoration of the Surface:

- A. Upon completion of the proposed operation, if the well is to be abandoned, the entire location will be leveled and contoured to as nearly the original topography as possible.

All trash and garbage hauled away in order to leave the location in an aesthetically pleasing condition.

- B. The disturbed area will be revegetated by reseeding during the proper growing season with a seed mixture of native grasses as recommended by the BLM.

11. Surface Ownership:

The surface is owned by the State and the grazing lessee is Pardue Farms.

12. Other Information:

- A. The area around the well site is grassland. The vegetation is native scrub grasses with abundant catclaw and mesquite.
- B. There is no permanent or live water in the immediate area.
- C. An Archaeological Survey has been performed for the former well and is on file in the BLM office.