3. LOCATION OF EXISTING WELLS:

A. EXISTING WELLS WITHIN A ONE-MILE RADIUS ARE SHOWN ON EXHIBIT "B". THEY ARE THE JOE DON COOK #1 HANNIFIN AND JOE DON COOK #1 STATE.

4. LOCATION OF EXISTING AND/OR PROPOSED FACILITIES:

A. WE ARE EXPECTING A GAS WELL. IF A GAS WELL IS INCURED WE WILL, AT THAT TIME, ATTEMPT TO FIND A MARKET FOR SAID GAS, AT THE MOST ECONOMICAL DELIVERY POINT.

5. LOCATION AND TYPE OF WATER SUPPLY:

A. WATER FOR DRILLING WILL BE PURCHASED FROM I & W INC. THEY GET IT FROM PUBLIC UTILITIES WATER CO., LOCO HILLS . NEW MEXICO.

6. SOURCE OF CONSTRUCTION MATERIALS:

A. CALICHE FOR 2640' OF ROAD WILL COME FROM AN EXISTING CALICHE PIT SW/4 SE/4 SECTION 34 OF 19S-31E. JABO CONSTRUCTION, CONTRACTOR.

7. METHODS OF HANDLING WASTE DISPOSAL:

- A. DRILL CUTTINGS WILL BE DISPOSED OF IN THE DRILLING PITS.
- B. DRILLING FLUIDS WILL BE ALLOWED TO EVAPORATE IN THE DRILLING PITS UNTIL PITS ARE DRY.
- C. WATER PRODUCED DURING TESTS WILL BE DISPOSED OF IN THE DRILLING PITS.
- D. CURRENT LAWS AND REGULATIONS PERTAINING TO THE DISPOSAL OF HUMAN WASTE WILL BE COMPILED WITH.
- E. TRASH, WASTE PAPER, GARBAGE, AND JUNK WILL BE BURIED IN A SEPERATE TRASH PIT AND COVERED WITH A MINIMUM OF 24 INCHES OF DIRT. ALL WASTE MATERIAL WILL BE CONTAINED TO PREVENT SCATTERING BY THE WIND.
- F. ALL TRASH AND DEBRIS WILL BE BURIED OR REMOVED FROM THE WELLSITE WITHIN 30 DAYS AFTER FINISHING DRILLING AND/OR COMPLETION OPERATIONS.