

6. Source of Construction Material:

Caliche for surfacing access road and pad will be obtained from existing pit located in the NE/4 SE/4 of Sec. 29, T-18-S, R-31-E.

7. Handling Waste Disposal:

- a. Drill cuttings - disposed into drilling pits.
- b. Drill fluids - allowed to evaporate in drill pits until pits dry.
- c. Produced water during testing - drill pits.
- d. Produced oil during testing - storage tank until sold.
- e. Current laws and regulations pertaining to disposal of human waste will be observed.
- f. Reserve pit will be plastic lined.
- g. Waste paper, garbage, and junk will be disposed of into a special trash bin on location and removed regularly to an approved landfill site. All waste material will be contained to prevent scattering by wind.
- h. All trash and debris will be removed from well site within 30 days after drilling and/or completion operations are finished.

8. Ancillary Facilities:

None

9. Plans for Restoration of Surface:

- a. After completion of drilling and/or completion of operations, all equipment and other material not needed for operations will be removed. Pits will be filled and locations cleaned of trash and junk to leave well in as aesthetically pleasing a condition as possible.
- b. Any unguarded pits containing fluids will be fenced until filled.
- c. After abandonment of well, surface restoration will be in accordance with the Bureau of Land Management Surface Requirements.

10. Topography and Soil:

New Mexico Archaeological Services, Inc. Report by Dr. J. Loring Haskell is attached.

11. Land Use:

Grazing and hunting - Federal

Surface Lessee - Snyder Ranch
c/o Mr. Larry Squires
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Lovington, New Mexico 88260