

7. Methods of Handling Waste Disposal

- A. The drill cuttings, fluids, and completion fluids will be placed in the reserve pit. The reserve pit will be fenced on three sides away from the pad during drilling and the fourth side as soon as the rig moves out. The reserve pit will be allowed to dry. Reserve pit contents will be pushed into adjacent caliche pit and covered with location top soil.

Upon completion, the pad will be leveled, contoured and reseeded with the appropriate seed mixture.

- B. All garbage and trash will be placed in a trash container to be hauled off location.
- C. Chemical toilets will be provided and maintained during drilling operations. See Exhibit C for location.

8. Ancillary Facilities

No ancillary facilities are planned.

9. Well Site Layout

Location of drilling equipment, rig orientation, and access road is shown on Exhibit C.

The reserve pit will be lined with plastic to prevent liquids from soaking into the surrounding soil.

10. Plans for Restoration of Surface

When well is abandoned, the location and access road will be cleaned and restored to the original topographical contours as much as possible. The area will be reseeded with the appropriate seed mixture.

If the well is productive, areas not used in production will be contoured and seeded with stipulated seed mixture. Production equipment will be painted the color designated by the Bureau of Land Management.

11. Surface Ownership

Surface ownership is Federal Lease.

12. Other Information

Refer to archaeological report, NMAS-1990 -1-N for a description of the topography, flora, fauna, soil characteristics, dwellings, historical, and cultural sites.