Malliamer "Bc. no. 3

Yates Petroleum Corporation -- Mary Files 1980/N 660/E Sec. 17-205-29E

Development plan to accompany "Applications to Drill, Federal Lease". 12-Point Plan.

- 1. EXISTING ROADS: See Plat (Exhibit A) Will share maintenance in existing lease road serving other gas wells in area.
- PLANNED ACCESS ROADS: See Plat (Exhibit A) Approx 700'new road west from existing road, graded and caliched as needed.
- 3. LOCATION OF WELLS: See Plat (Exhibit A) This is a development well, surrounded by producing wells.
- 4. LATERAL ROADS TO LOCATION: See Plat (Exhibit A) None needed.
- 5. LOCATION OF TANK BATTERY & FLOWLINES: See Plat (Exhibit C) Tank grade on pad with good turn-around.
- 6. LOCATION & TYPES OF WATER SUPPLY: See Plat (Exhibit A) Will pipe drilling water from well in NENE Section 30-205-29E.
- 7. <u>METHODS FOR HANDLING WASTE DISPOSAL</u>: See Sketch (Exhibit C) Circulating pits for mud, burn pit for waste and engine oil.
- 8. LOCATION OF CAMPS: Not Applicable.
- 9. LOCATION OF AIRSTRIPS: Not Applicable.
- 10. LOCATION LAYOUT (rig, tanks, pits, racks, etc): See Sketch (Exhibit C)
- 11. <u>PLANS FOR RESTORATION OF SURFACE</u>: Pits will be fenced until dry then <u>leveled upon abandonment will clean and level to restore surface to</u> <u>near original or to satisfaction of rancher, Sid Speir, Carlsbad.</u>
- 12. <u>OTHER ENVIRONMENT INFORMATION:</u> Rolling terrain w/sparse prairie grass. tumbleweed, greasewood, & cactus, rocky outcrop.