

V. LOCATION AND TYPE OF WATER SUPPLY:

Water for drilling will be obtained from our water well located in NW/SW of Sec. 28, approximately 3/4 miles southeast of the drillsite. A temporary water line would be laid on top of the ground from the water well to the subject well site (see Exhibit "A", shown as a dashed line in black) to transport the water to the location. The water line will not cause additional surface disturbance and will be removed after drilling is completed.

VI. SOURCE OF CONSTRUCTION MATERIALS:

- (A). No caliche is anticipated to be used on the road, just blade and grind roll the access road and then watered down. The pad will be caliched, partially obtained from the levelling of the pad and the rest hauled in from an existing open caliche pit located in SW/NW/4 of Section 20 (on Federal land) approximately 3/4 miles northwest of the proposed drillsite (see Exhibit "A", circle colored blue).

VII. METHODS OF HANDLING WASTE DISPOSAL:

- (A). Drill cuttings will be disposed of in reserve pit.
- (B). Drilling fluids will be allowed to evaporate in reserve pit until pit is dried out.
- (C). Water produced during tests will be disposed of by allowing to evaporate in pit. Oil produced during tests will be stored in test tank until sold.
- (D). Disposal of human wastes will be complied with as to current laws and regulations.
- (E). Trash, garbage and junk will be kept and later buried in a pit (labeled "burn pit" on Figure 1) 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 well site within 30 days after finishing drilling operations and/or well completion.

VIII. ANCILLARY FACILITIES:

- (A). None required.

IX. WELL SITE LAYOUT:

- (A). Figure 1 shows the relative location and dimensions of the well pad, reserve pit, trash or burn pit and sump pit. Also shows the 10 foot wide access road coming in on the southwest corner of the pad.
- (B). Levelling of the pad is minor with about 2 foot cut on north side and about that much fill on the south side.
- (C). The reserve pit will be plastic lined.

X. PLANS FOR RESTORATION OF THE SURFACE:

- (A). After completion of drilling and/or completion operations all equipment and materials not needed will be removed and water line taken up and hauled off. Pits will be filled and leveled, location cleaned of all trash and junk. If dry, cattleguard will be removed and again fenced as before operations.
- (B). Any unguarded pits containing fluid will be fenced until they are filled.
- (C). After abandonment, surface restoration will be in accordance with the agreement of the surface owner as described under A & B above. All pits should be filled, if they have dried out sufficiently, within 90 days after abandonment.