

7. Methods for handling waste disposal. Cuttings from the well bore will be contained in conventional earth reserve pits. The top soil will be used in the pit walls and used to cover the pits after they have been dried and leveled.

Garbage will be burned in a burner pit dug in the reserve pit excavation in an area cleared of all flammable vegetation and materials.

The only salts and chemicals anticipated to be used will be in the drilling mud and will be buried after the mud in the reserve pit with the cuttings has dried.

Sewage will be disposed of into a temporary septic tank dug at the rig trailer house. This will be filled with dirt, covered with top soil and leveled at the completion of the well.

Drilling fluids will be allowed to dry in the reserve pits and will be buried with the cuttings and backfilled with top soil.

Produced oil and water will be contained in test tanks and the oil trucked to the nearest pipeline and the water hauled by transport truck to the nearest commercial disposal well and injected therein.

8. Ancillary facilities. None are planned.

9. Well site layout. See attached plat.

10. Restoration of the Surface. The location will be reshaped to the original contour of the surface except for the area needed to service the well. Unnecessary pad and roadway will be "ripped" to help with recovery of natural plants.

START: 60 Days after completion of well.

END: 120 Days after completion of well.

11. Other information. All lands are Federal ownership for roads and locations administered by the Bureau of Land Management and utilized for cattle grazing by the Richard Howell, et al Ranch.

The land is a gypsum soil sparsely vegetated with grease wood, grass, spanish dagger and mesquite scrub. The U.S. Soil Conservation Service describes this soil officially as Reeves Gypsum land complex and Gypsum land cottonwood complex with zero to 3° slopes.