Multi-Point Surface Use and Operations Plan

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6. SOURCES OF CONSTRUCTION MATERIALS.

A. The existing well pad has the original caliche still on the location. We will blade the location in preparation for moving in the drilling rig to initiate the re-entry procedure.

7. METHODS OF HANDLING WASTE DISPOSAL

- A. The small volume of drill cuttings will disposed of in pit dug on the existing pad.
- B. Circulating fluids will be hauled to disposal.
- C. Water produced during operations will be collected in tanks until hauled to an approved disposal system or a separate disposal application will be submitted to the BLM for appropriate approval.
- D. Oil produced during operations will be stored in tanks until sold.
- E. Human waste will be disposed of per current standards.
- F. Trash, waste paper, garbage, and junk will be collected in trash trailers and disposed of in an approved waste facility such as a land fill. The trash trailers will contain all of the material to prevent scattering by the wind.
- G. All trash and debris will be removed from the wellsite within 30 days after finishing drilling and/or completion operations.
- 8. ANCILLARY FACILITIES.

It is our plan to have a Centralized Production Facility located in the lower portion of the area, such as in Section 7. This is in accordance with the Environmental Assessment that is taking place for the Azotea Mesa area.

9. WELLSITE LAYOUT

A. Exhibit G shows the dimensions of the well pad and the location of major rig components.

10. PLAN FOR RESTORATION OF THE SURFACE.

- A. After finishing re-entry and/or completion operations, all equipment and other material not needed for further operations will be removed. The location will be cleared of all trash and junk, to leave the wellsite in as aesthetically pleasing a condition as possible.
- B. If the proposed well is non-productive, all rehabilitation and/or vegetation requirements of the Bureau of Land Management and the United States Geological Survey will be complied with and will be accomplished as expeditiously as possible. All pits will be filled and levelled within 300 days after abandonment.