

F. Culverts: None required

G. Cuts and Fills: The well pad will require about 1' of cut on the south side and about 2' of fill on the north side to level the location.

H. Gates, Cattle Guards: A cattleguard will be installed where the road crosses a fence on State land.

3. LOCATION OF EXISTING WELLS:

A. The nearest producing well is the Dinero No.2 Exxon located in the NWNE Sec.22.

4. LOCATION OF EXISTING AND/OR PROPOSED FACILITIES:

A. Production, storage and measurement facilities will be constructed on the well pad.

5. LOCATION AND TYPE OF WATER SUPPLY:

A. Water for drilling purposes will be purchased from a commercial source and will be trucked over existing roads.

6. SOURCE OF CONSTRUCTION MATERIALS:

A. Caliche for surfacing the road and pad will be purchased from a pit located on State land in the SENW Sec.13, T.21S., R.25E.

7. METHODS OF HANDLING WASTE DISPOSAL:

A. Drill cuttings will be disposed of in the drilling pits.

B. Drilling fluids will be allowed to evaporate in the drilling pits until the pits are dry.

C. Water produced during test will be disposed of in the drilling pits. Oil produced during test will be stored in test tanks until sold.

D. Current laws and regulations pertaining to the disposal of human waste will be complied with.

E. Trash, waste paper, garbage, and junk will be buried in a separate trash pit and covered with a minimum of 24 inches of dirt. All waste material will be contained to prevent scattering by the wind. Location of the trash pit is shown on Exhibit "C".