E. Abandoned wells - As shown on Exhibit #2.

Fasken Oil and Ranch, Ltd.

Indian Hills Unit No. 15

Ressler:

Riggs No.1

Penroc Oil Corp.:

Indian Federal No.2

4. If, upon completion, the well is a producer Fasken Oil and Ranch, Ltd. will furnish maps or plats showing "On Well Pad Facilities" and "Off Well Pad Facilities" (if needed) on a Sundry Notice before construction of these facilities starts.

5. LOCATION AND TYPE OF WATER SUPPLY

Water will be purchased locally from a private source and trucked over the access roads.

6. SOURCE OF CONSTRUCTION MATERIALS

If needed, construction materials will be obtained from the drill sites excavations or from a local source. These materials will be transported over the access roads as shown on Exhibit #1.

- 7. METHOD FOR HANDLING WASTE DISPOSAL
  - A. 1. Drill cuttings will be disposed of in the reserve pit.
    - 2. Trash, waste paper, and garbage will be contained in a trash trailer and disposed of in an approved public landfill.
    - 3. All mud materials including salts will be picked up by the mud supplier and transported back to their warehouse facilities.
    - 4. Sewage from trailer houses will drain into hole with a minimum depth of 10'. A "Porta John" will be provided for the rig crews. This will be properly maintained and removed after drilling operations are completed.
    - 5. Chemicals remaining after completion of the well will be stored in the manufacturer containers and picked up by the supplier.
  - B. Remaining drilling fluids will be allowed to evaporate in the reserve pit until the pit is dry enough for backfilling. In the event drilling fluids will not evaporate in a reasonable period of time, they will be transported by tank truck to a state approved disposal site.

Water produced during testing of the well will be disposed of in the reserve pit. Oil produced during the testing of the well will be stored in test tanks until sold and hauled from the site.

8. ANCILLARY FACILITIES

No camps or airstrips will be constructed.