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Additionally, if pressure control becomes critical, a mud de-gasser and super choke control equipment will be utilized.

Recommended Land Use Program:

If we are successful in developing production from this well, a diagrammatic sketch is attached showing production facilities layout. All reserve pits will be lined during their use while drilling this well. A diagrammatic sketch is also attached showing the rig layout, reserve pit location, pipe racks, existing roads and drilling pad. All reserve pits will be back-filled, and location cleaned up and restored at the completion of this well. The drilling pad will remain as is to allow ample room for possible future access to work over this well. Water disposal, if any, will be handled by truck to an approved disposal facility.

Fresh water and brine water for drilling use will be trucked by approved trucking contractor. Fresh water will be from nearest possible source (City of Carlsbad most probably), and brine water will be trucked from Potash brine lake approximately 25 miles east - northeast of this location on Highway 31 north of Loving, New Mexico.

If any additional information can be furnished, or if any clarification is needed on the outlined programs, please contact this office. We respectfully ask for your prompt approval of this application.

Very truly yours,

J.M. HUBER CORPORATION

ames K. Sutherland,

James R. Sutherland District Production Mgr.

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U. S. GEOLOGICAL SURVEY ARTESIA, NEW MEXICO

JRS:mt