

- E. Drainage Design: New road will have a drop of six inches from the center line on each side.
 - F. Culverts: One may be required.
 - G. Cuts and Fills: None necessary. Only clearing and minor levelling will be required.
 - H. Gates and Cattle Guards: None required. No fences involved.
3. LOCATION OF EXISTING WELLS:
- A. Existing wells in the immediate area are shown on Exhibit "B".
4. LOCATION OF EXISTING AND/OR PROPOSED FACILITIES:
- A. This lease is undeveloped at present and there are no existing production facilities on the lease.
 - B. If the proposed well is productive, the tank battery and flow line will be located on the well pad and no additional surface disturbance will be necessary.
5. LOCATION AND TYPE OF WATER SUPPLY:
- A. It is not contemplated that a water well will be drilled. Water necessary for drilling will be purchased and hauled to the site over existing and proposed roads shown on Exhibit "B".
6. SOURCE OF CONSTRUCTION MATERIALS:
- A. There is a caliche pit approximately 2000 feet south of the well site. Caliche for surfacing the road and pad will be trucked to the well site over existing roads.
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 tests will be disposed of in the drilling pits. Oil produced during tests 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