

7. WASTE DISPOSAL

Well cuttings will be disposed in reserve pit. Barrel trash containers to be in accessible locations within drillsite area during drilling and completion procedures. All detrimental waste will be hauled away, burned or buried with a minimum cover of 24" of dirt. See Exhibit "D" for location of pits. If well is productive, maintenance waste will be placed in special trash cans and hauled away periodically. Any produced water will be collected in tanks until hauled to an approved disposal system. No waste water pits will be constructed without prior approval from the U.S.G.S.

8. ANCILLARY FACILITIES - None9. WELLSITE LAYOUTa. Mat Size 400 x 400b. Cut and Fill

There will be a 8 to 9 inch cut and fill from North to South in the pad location.

c. Surface

Will be topped with 6" of caliche, bladed and watered.

d. Reserve Pit

150 X 125 pit, lined with plastic.

e. Drill Site Layout

See Exhibit "D" for complete layout of reserve pits, burn pits, trash pits and mud pits. Drilling contractor has not been designated at this time, however, our Exhibits are general for rigs of this depth capacity.

10. RESTORATION OF SURFACE

If well is productive, pits will be backfilled and leveled as soon as practical. All plastic lining and other waste material will be removed or buried with at least 24" of cover. At the time of final abandonment, other USGS and BLM restoration stipulations will be complied with.

11. OTHER INFORMATION - SETTING AND ENVIRONMENTTerrain

Semi flat with rock outcropping.

Soil

Firm sand with rock immediately below surface.

Vegetation

Catclaw, greasewood, and light mesquite.

Distance to Nearest:Pond and Stream

There are no surface waters within 1/2 mile.

Water Wells

There are no water wells within 1/2 mile.

Residences and Buildings

There are no residences or buildings within 1/2 mile.

Arroyos, Canyons, Hills, Etc.

Jurnigan Draw is 1900' ± Northeast of location running NW/SE.

OTHER INFORMATION - SURFACE USE

Grazing and hunting.

OTHER INFORMATION - EFFECT ON ENVIRONMENT

Drillsite is in semi-arid desert country, in a low environmental area. The total effect of drilling and producing this and other wells in the area would be minimal.