

7. Methods for Handling Waste Disposal:

- A. Drill cuttings will be disposed of in the reserve pits.
- B. Drilling fluids will be allowed to evaporate in the reserve pits until dry.
- C. Water produced during tests will be disposed in reserve pits.
- D. Oil produced during testing operations will be stored in test tanks until sold or transferred to stock tanks.
- E. All trash will be buried in a separate pit and covered with a minimum of 24 inches of dirt.
- F. The location will be cleaned of all debris as soon as drilling operations are completed.

8. Ancillary Facilities:

- A. None anticipated.

9. Well Site Layout:

- A. Exhibit 'C' displays the well site and rig layout.

10. Plans for Reclamation of the Surface:

- A. After completion of operations, all materials not needed for producing the well will be removed. Pits will be filled and the location cleaned of all trash and junk to leave the well site in good condition.
- B. Any unguarded pits containing fluids will be fenced until dry.
- C. If the test well results in a non-commercial test, the well pad and new access road will be rehabilitated to BLM requirements.

11. Surface Ownership: The surface is Federal. Grazing allottee:

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12. Other Information:

- A. Topography: Situated in low and mid-sized coppice dunes, drainage to the north and west.