

F. A Cattleguard will be required at the beginning of the access road where it intersects with Lea County Road 29.

3. LOCATION OF EXISTING WELLS:

- A. There is drilling activity within one mile of the drillsite. The Yates Pet. #1 Unocal "AHU", a new producing oil well, is located in the NW/4NE/4 of the same section and the Yates Pet. #1 Rosemary "AJB" is located in the NW/4SW/4 in section 6-T22S-R32E which is the adjacent section to the east.
- B. Exhibit "B" shows all existing wells within one mile of the wellsite.

4. LOCATION OF EXISTING AND/OR PROPOSED FACILITIES:

- A. In the event that the well is productive, the necessary production facilities will be installed on the drilling pad.

5. LOCATION AND TYPE OF WATER SUPPLY:

All water used in the drilling and completion of this well will be obtained from commercial sources and will be hauled to the location by truck over the existing and proposed roads shown in Exhibit "A" and A1.

6. SOURCE OF CONSTRUCTION MATERIALS:

Pit is located in the E/2SW/4 of section 12-T22S-R31E on BLM lands. Pit location is shown on Ex. A.

7. METHODS OF HANDLING WASTE DISPOSAL:

- A. Drill cuttings will be disposed of in reserve pits.
- B. Drilling fluids will be allowed to evaporate in reserve pits until pits are dry.
- C. Water produced during operations will be collected in tanks until hauled to an approved disposal system. Water recovered during completion testing will be disposed of in the reserve pits.
- D. Oil produced during completion and production operations will be stored in tanks until sold.
- E. Trash, waste paper, garbage and junk will be buried in a separate trash pit and covered with a minimum of 24 inches of dirt. All waste will be contained to prevent scattering by wind.
- F. All trash and debris will be buried or removed from the wellsite within 30 days after drilling