

MULTI-POINT SURFACE USE AND OPERATION PLAN

Crystal, 9105 JV-P, Well No. 1

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4. Location of Existing and/or Proposed Facilities if Well is Productive.
  - A. If well is productive, we will use the existing well pad for all necessary production facilities.
  - B. New facilities will be applied for via Sundry notice with schematic diagram prior to installation.
  - C. Should the well be successfully completed for production, the BLM will be notified when the well is placed in producing status within five days.
  - D. All facilities will be painted a flat, nonreflective, earthtone color to match the standard environmental colors within six months of installation.
5. Location and Type of Water Supply
  - A. Water for drilling and completion operations will be purchased and trucked to the well site.
6. Source of Construction Materials
  - A. Caliche used for construction of the drill pad and access road will be obtained from the caliche pit located in the northeast quarter of this section as designated by the BLM which has archaeological clearance.
  - B. If there is not sufficient material available in that pit, it will be purchased from the area designated by the BLM.
7. Methods of Handling Waste Disposal
  - A. Drill cuttings will be disposed of in the reserve pits located on the north side of the rig.
  - B. Drilling fluids will be allowed to evaporate in the reserve pits until the pits are dry enough for backfilling.
  - C. Water produced during operations will be collected in tanks until hauled to an approved disposal system or a separate disposal application will be submitted to the BLM for appropriate approval.
  - D. Oil produced during test will be stored in test tanks until sold.
  - E. Current laws and regulations pertaining to the disposal of human waste will be complied with.
  - F. Trash, waste paper and garbage will be disposed of by hauling to an available disposal. All waste material will be contained in a totally enclosed trash basket with a fine wire mesh, to prevent wind scattering during collection. The road and pad will be kept litter free.