7. METHODS OF HANDLING WASTE DISPOSAL.

A. Drill cuttings will be disposed of in the reserve pit.
B. Drilling fluids will be allowed to evaporate in the reserve pits until the pits are dry.
C. Produced water during operations will be stored in reserve pits until dry.
D. Oil produced during operations will be stored in tanks until sold.
E. Current laws and regulations pertaining to the disposal of human waste will be complied with.
F. Trash, waste paper, garbage and junk will be kept in a approved trash trailer and removed to an approved disposal facility All waste material will be contained to prevent scattering by the wind.
G. All trash and debris will be removed from the wellsite within 30 days after finishing drilling and or completion of operations.

8. ANCILLARY FACILITIES

None required.

9. WELLSITE LAYOUT.

Exhibit C shows the relative location and dimensions of the well pad, the reserve pits, a 400' X 400' area has been staked and flagged.

10. PLANS FOR RESTORATION OF THE SURFACE.

A. After finishing drilling and completion operations, all equipment and other material not needed for further operations will be removed. The location will be cleaned of all trash and junk to leave the wellsite in as aesthetically pleasing a condition as possible.
B. Unguarded pits, if any containing fluids will be fenced until they have been filled.
C. If the proposed well is non-productive, all rehabilitation and or vegetation requirements of the BLM and USGS will be complied with and will be accomplished as expeditiously as possible. All pits will be filled and leveled within 90 days after abandonment.