

INEXCO OIL COMPANY
PLAN OF OPERATION - 4

C. Plan for Rehabilitation of Disturbed Areas No Longer Needed For Operations After Construction Completed:

Restoration of the frill site and tank battery area will be reshaped to conform with the topography. The top soil will be redistributed at the proper time. The site will be reseeded as per the recommended seed mixture.

5. LOCATION AND TYPE OF WATER SUPPLY:

A. Show Location and Type of Water Supply Either on Map or By Written Description:

The fresh water system will be used to drill, the water will be obtained from a commercial source.

B. State Method of Transporting Water, and Show Any Roads or Pipelines Needed:

The water will be transported by tank truck to the drill site

C. If Water Well Is To Drilled On Lease, So State. (No APD for water well necessary, however, unless it will penetrate potential hydrocarbon horizons):

None

6. SOURCE OF CONSTRUCTION MATERIALS:

A. Show Information Either on Map or by Written Description:

Caliche for the surfacing of the drill pad and approach road will be obtained from an existing caliche pit located .8 miles southwest.

B. Identify if from Federal or Indian Land:

None

C. Describe Where Materials, such as sand, gravel, stone, and soil material are to be Obtained and Used:

SW/4 of SW/4 of Section 34-T255-R29E, Eddy County, New Mexico

D. Show Any Needed Access Roads Crossing Federal or Indian Lands Under Item 2:

None