

being NM 57274. The remaining 1300 feet of the new road will be within the lease boundaries of NM 012121.

- B. The access road will be surfaced with 5"caliche , watered, compacted and graded.
- C. No turnouts will be necessary and the route of the road is visible.
- D. The new road will be bladed with drainage on both sides to control runoff and soil erosion.
- E. No culverts will be required.
- F. No cattleguard will be required on the new road although a cattlegaurd will be installed on the existing road as shown on Exhibit A.

3. LOCATION OF EXISTING WELLS:

- A. There is no drilling activity within one mile of the drillsite. The Texaco #1 Heflin, an abandoned oil well(P&A 1972), is located in the SW/4SE/4 of sec. 24 which is a diagonal offset to the proposed well
- B. Exhibit "A" shows all existing wells within one mile of the wellsite. Proposed locations are also shown.

4. LOCATION OF EXISTING AND/OR PROPOSED FACILITIES:

- A. In the event that the well is productive, the production facilities will be installed on the drilling pad and will probably consist of 2-4 500 barrel storage tanks surrounded by an earthen berm, a heater treater, a seperator and a pump jack.

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 "B".

6. SOURCE OF CONSTRUCTION MATERIALS:

Should a sufficient caliche source be found at the proposed location this will be the source of the caliche used for the pad and roads. If not 2 pits are located in the W/2W/2 of section 30-T24S- R32E 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.