Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

which would entitle the applicant to conduct operations thereon.

S82, EST' 110, EEL
Cattacas 25 A #16
Vastat Resources, Inc.
Page 6

Carracas 25 A #16 585' FSL, 710' FEL Sec 25, T32N, R5W Rio Arriba County, New Mexico

## t: FOCATION OF TANK BATTERIES AND PRODUCTION

Production facilities will be installed as per the attached facilities diagram. The production equipment to be utilized will be a separator, water tank, and a gas meter run.

## S. LOCATION AND TYPE OF WATER SUPPLY:

All water needed for drilling purposes will be fresh water purchased from commercial sources and treated with Biocide as needed

b. No water well is to be drilled on this lease.

## 6. SOURCE OF CONSTRUCTION MATERIAL:

- a. Surface and subsoil materials will be hauled in from the immediate area.
- b. Any gravel used will be obtained from a commercial source and transported in on the designated access route.

## 7. METHODS OF HANDLING WASTE DISPOSAL:

- Drill Cuttings will be handled in the reserve pit and buried during reclamation operations. The pit will be fenced on three sides during drilling and the fourth side fenced upon removal of the drilling rig.
- 6. Garbage and nonflammable waste produced during the drilling or testing will be handled in a trash bin.
- Toilet facilities will be provided for human waste.
- d. Drilling fluids will be handled in the reserve pit.