

possible. Barring unforeseen problems, all pits will be filled and leveled within 90 days after abandonment.

11. Surface Ownership

The wellsite is on privately owned surface. The surface is owned by: Grimes Land Co. Ltd., Mr. Gary Schubert, P.O. Box 5102, Hobbs, New Mexico. Texland is currently discussing the terms of surface agreement. They will be notified of our intention to drill prior to any activity.

12. Other Information

- A. Topography: The location is a flat plain. GL elevation is 3650'.
- B. Soil: Sandy clay loams
- C. Flora and Fauna: The vegetative cover is generally sparse consisting of mesquite, yucca, shinny oak, sandsage and perennial native range grasses. Wildlife in the area is also sparse consisting of coyotes, rabbits, rodents, reptiles, dove and quail.
- D. Ponds and Streams: There are no rivers, streams, lakes or ponds in the area.
- E. Residences and Other Structures: There are occupied dwellings within a ½ mile radius of the location. The surface at the wellsite has been substantially disturbed by previous oil well drilling and producing activities.
- F. Archaeological, Historical and Cultural Sites: Cultural resources have been recorded in the area. Geo-Marine Inc. will be engaged to make an archaeological reconnaissance of the work area.
- G. Land Use: Idle
- H. The well site will be maintained and kept clean of all trash and litter detracts from the surrounding environment. Equipment will be maintained in accordance with good operating practice.
- I. After the wellsite is cleaned and pits and sumps backfilled, any obstruction to the natural drainage will be corrected by ditching or terracing. All disturbed areas, including any access road no longer needed, will be ripped. Those areas will be reseeded with grass if, in the opinion of the landowner, it is required.