5. LOCATION AND TYPE OF WATER SUPPLY:

A. It is not planned to drill a water supply well. Water for leasehold operations will be purchased from the nearest commercial source.

6. SOURCE OF CONSTRUCTION MATERIALS:

A. Where possible material-in-place will be used for construction of the road and well pad. If additional material is required, it will be obtained from the sand pit in SE ¼ of section 24 T-8-S, R-25-E.

7. METHODS OF HANDLING WASTE DISPOSAL:

A. Drill cuttings will be disposed of in the drilling pits.

B. Drilling fluids will be allowed to evaporate in the drilling pits until the pits are dry.

C. Water produced during tests will be disposed of in the drilling pits.

D. Oil produced during tests will be produced into temporary test tanks.

E. Trash, waste paper, garbage, and junk will be buried in a trash pit and covered with a minimum of 24 inches of dirt. All waste material will be contained to prevent scattering by the wind. Location of the trash pit is shown on Exhibit "D".

F. All trash and debris will be buried or removed from the wellsite within 30 days after finishing each drilling and/or completion operation.

8. AUXILIARY FACILITIES: None anticipated.

9. WELLSITE LAYOUT:

A. The wellsite has been surveyed and a 400' x 400' area has been staked and flagged.

B. The dimensions and relative location of the drill pad, mud pit, and trash pit with respect to the well bore are shown on Exhibit "D".

C. The well pad is nearly level and will hardly require any cut or fill.

D. If required, the well pad will be surfaced with material from the sand pit in SE¼ of Section 24, T-8-S, R-25-E.

10. PLANS FOR RESTORATION OF THE SURFACE:

A. After completion of drilling and/or completion operations,