7. Methods of Handling Waste Disposal

Waste Disposal: Well cuttings will be disposed in reserve pit. Barrel trash containers to be in accessible locations within drill site area during drilling and completion procedures. All detrimental waste will be hauled away. See Exhibit "D" for location of pits. If well is productive, maintenance waste will be placed in special trash cans and hauled away periodically. Any produced water will be collected in tanks until hauled to an approved disposal system, or separate disposal applications will be submitted to survey for appropriate approval.

8. Ancillary Facilities

A plat showing the 600' of new access road is attached as Exhibit "C.2".

9. <u>Wellsite Layout</u>

See Exhibit "D". The V-door faces East. The reserve pit will be lined with plastic and the pad and pits are staked. All unguarded pits containing liquids will be fenced and any unguarded pit containing oil and/or toxic liquids will be covered with a fine mesh netting to protect wildlife, if necessary.

10. Plans for Restoration of Surface

Pits will be backfilled and leveled to original condition when they are dry. Commencement of rehabilitation operations will immediately follow removal of drilling and completion equipment from location and rehabilitation of the surface is planned to be completed within 45 days from commencement.

11. Surface Ownership

Federal.

12. Other Information

An archaeological survey has been scheduled for the location and all required rights-of-way and the resultant report will be submitted by Pecos Archeological Consultants.

13. Operator's Representative and Certification

The person who can be contacted concerning compliance of this Surface Use Plan is:

Jerry W. Hoover 10 Desta Drive West Midland, Texas 79705 (915) 686-6548