

- D. The center line of the new road has been staked and flagged and the route of the road is clearly visible.

### 3. LOCATIONS OF EXISTING WELLS

- A. The well locations in the vicinity of the proposed well are shown in Exhibit C. There are no wells within a one mile radius of our proposed location.

### 4. LOCATION OF EXISTING AND/OR PROPOSED FACILITIES

- A. There are no producing wells on this lease at the present time.
- B. In the event that the well is productive and power is required, an electric generating power plant will be installed.
- C. The attached topographic map labelled LAND USE PLAN is on a scale of approximately 1/6" to the mile, and shows the proposed flow lines to a central production facility in the SW corner of Sec. 28-T22S-R31E. An archeological survey will be conducted over the 300' X 300' (2.1 Acre) battery site and flow line routes indicated before obtaining the necessary USGS approval of this central facility.

### 5. LOCATION AND TYPE OF WATER SUPPLY

- A. It is planned to drill the proposed well with a fresh water mud system. The water will be obtained from a fresh water well drilled at a convenient location on the drilling pad. If this is not feasible, then the water will be hauled by tank trucks.

### 6. SOURCES OF CONSTRUCTION MATERIAL

- A. The material to be used on the drilling pad and service roads will be native caliche obtained from an approved nearby caliche pit, in NE ¼ of Section 32, T22S, R31E.

### 7. METHOD OF HANDLING WASTE DISPOSAL

- A. Drill cuttings will be disposed of in reserve pits.
- B. Drilling fluid will be allowed to evaporate in the reserve pits until the pits are dry, then the pits will be backfilled.
- C. Water produced during operations will be collected in steel tanks until hauled to an approved disposal system or a separate disposal application will be submitted to the USGS for appropriate approval.