D. Turnouts: One passing turnout will be constructed approximately midway between the beginning of the road and the wellsite.

E. Drainage Design: New road will have a drop of 6 inches from the center line on each side.

F. Culverts: None required.

G. Cuts and Fills: None required. Only minor levelling will be necessary.

H. Gates, Cattle Guards: None required. No fences involved.

3. LOCATION OF EXISTING WELLS:

A. Existing wells in the immediate area are shown on Exhibit "B".

4. LOCATION OF EXISTING AND/OR PROPOSED FACILITIES:

A. This lease is undeveloped at present and there are no production facilities on the lease.

B. If the well is productive, the tank battery and flow line will be located on the well pad and no additional surface disturbance will be necessary. The proposed battery layout is shown on Exhibit "D".

5. LOCATION AND TYPE OF WATER SUPPLY:

A. It is not contemplated that a water well will be drilled. Water necessary for drilling will be purchased and hauled to the site over existing and proposed roads shown on Exhibit "B".

6. SOURCE OF CONSTRUCTION MATERIALS:

A. Caliche for surfacing the road and well pad will be obtained from an existing pit located on non-Federal land in the NW¼SW¼ sec. 32, T.9 S.,R.30 E., and will be trucked to the wellsite over existing roads.

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. Oil produced during tests will be stored in test tanks until sold.

D. Current laws and regulations pertaining to the disposal of human waste will be complied with.