

5. LOCATION AND TYPE OF WATER SUPPLY

None Required, well is proposed to be drilled with air only. If conditions preclude that method, either Fresh Water or Brine or both will be purchased on location from a licensed commercial water hauling firm who both owns the water and who has transported same by truck over the designated access route. Applicant has no intent to either appropriate waters of the State of New Mexico or to acquire any interest in or control over any source of the drilling water purchased from commercial suppliers of those products.

6. SOURCE OF CONSTRUCTION MATERIALS

Caliche will be obtained from a private pit located in the NW $\frac{1}{4}$ SE $\frac{1}{4}$  of Section 5, T9S, R30E, NMPM.

7. METHOD OF WASTE DISPOSAL

A. Solid Waste:

1. Drill cuttings will be disposed of in the reserve pit.
2. Trash, waste paper, and garbage will be disposed of in a dumpster located on the wellpad and serviced by a commercial disposal company.
3. Salt, starch, bentonite gel, and other related chemicals will be stored in the manufacturer's containers until used; unused and/or damaged containers will be removed from the wellsite.

B. Liquid Waste:

1. Human waste will be trucked from the site by the contractor providing the rented portable Chemical Toilet maintained onsite for the rig crews. Trailers onsite with bathrooms will utilise holding tanks which will be serviced by the above firm.
2. Drilling Fluid, if used, will be allowed to evaporate in the reserve pit until the pit is dry enough to backfill.
3. Water produced during testing of the well will be disposed of in the reserve pit, where it will evaporate.
4. Oil produced during testing of the well will be stored in test tanks until sold and hauled from the site

