

#4 Location of Existing and/or Proposed Facilities (continued):

- (4) Gas Gathering Lines: None
- (5) Injection Lines, (indicate if any of the above lines are buried): None
- (6) Disposal Lines: None

B. If new facilities are contemplated, in the event of production, show:

- (1) Proposed location and attendant lines by flagging if off of well pad:

All facilities will be kept on the well pad. Gas sales will not be determined until after well is completed.

- (2) Dimensions of Facilities: See Diagram "E" attached.

- (3) Construction Methods and Materials:

Tank battery will consist of a production unit, one (1) 210 barrel stock tank, and one (1) barrel water tank. All lines will be on the surface and a 3' berm will surround the stock tanks. (See Diagram "E")

- (4) Protective measures and devices to protect livestock and wildlife:

Wellhead will be fenced and water storage tank will be flagged overhead. No pits will be left open after clean-up, but will be fenced until then.

C. Plan for Rehabilitation of Disturbed Areas no Longer Needed for Operations After Construction Completed:

Any unneeded area which has been caliched will be ripped to below sand level and left for natural vegetation to re-occur. Sand area will not be disturbed.

#5 Location and Type of Water Supply:

A. Show location and type of water supply, either on map or by written description:

Fresh water will be purchased from a commercial supply. If attempts to procure water from the Amoco water well in Section 18, (see Map "B"), are successful, fresh water will be pumped in a line along the road right-of-way.

Brine water will be purchased from commercial supplies in Hobbs or Carlsbad.

B. State method of transporting water, and show any roads or pipelines needed:

The water will be hauled by tank truck to the drill site, except as mentioned above.