

3. Location of Existing Wells

A. Existing wells within a one-mile radius are shown on Exhibit "B".

4. Location of Proposed Facilities

Should this well be completed as a commercial producing well, new tank battery facilities will be required. These facilities will be constructed within the 400' x 400' work area as staked. All lines will be installed above ground and located as shown on Exhibit "C".

5. Location and Type Water Supply

A. Water for drilling well will be purchased from a supplier and transported by truck to the well site over existing and proposed roads shown in Exhibit "B".

6. Source of Construction Material

A. Caliche for surfacing the road and the well pad will be obtained from a Federal pit in the NE/4 of NE/4 of Section 4, T19S, R32E.

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 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.

E. Trash, waste paper, garbage and junk will be buried in a separate trash pit and covered with a minimum of 24" of dirt. All waste material will be contained to prevent scattering by the wind. Location of trash pit is shown on Exhibit "D".

F. All trash and debris will be buried or removed from the well site within 30 days after finishing drilling and/or completion operations.

8. Ancillary Facilities

A. None required.