

5. Location and Type of Water Supply:

Water for drilling will be trucked from the Arkansas Junction Water Station. Water for roads and drilling pad will be produced water from Wallen Production Company, Wallen Tonto lease, SW/4 Section 30, T19S, R33E.

6. Source of Construction Materials:

Caliche for roads and drilling pad will be obtained from a new pit in the SE/4 SW/4 of Section 1, T19S, R33E, on Federal land.

7. Methods of Handling Waste Disposal:

Drill cuttings will be disposed of in the drilling pits.

Drilling fluids will be allowed to evaporate in the drilling pits until pits are dry.

Water produced during tests will be disposed of in the drilling pits. Oil produced during tests will be stored in test tanks until sold.

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

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

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

8. Ancillary Facilities:

None required.

9. Wellsite Layout:

The rig layout is shown on Exhibit "D" which reflects the relative location and demensions of the well pad, mud pits, reserve pit, water tanks and major rig components.

The wellsite will require a 5' cut of blow sand from South to North.

The reserve pit will be plastic lined.