

E. Garbage and trash produced during drilling and/or completion operations will be stored and removed from a separate trash trailer. All waste material will be contained to prevent scattering by the wind. All water and fluids will be disposed of into the reserve pit. Salts and other chemicals produced during drilling or testing will be disposed into the reserve pit. No toxic waste or hazardous materials will be produced by this operation.

F. After the rig is moved out and the well is either completed or abandoned, all waste materials will be cleaned-up within 30 days. No adverse materials will be left on location. The reserve pit will be completely fenced and netted and kept closed until it has dried. When the reserve pit is dry enough to breakout and fill, as weather permits, the unused portion of the well site will be leveled and reseeded per B. L. M. specifications. Only the part of the pad required for production facilities will be kept in use. In the event of a dry hole, only a dry hole marker will remain.

8. Ancillary Facilities: No airstrip, campsite or other facilities will be built as a result of the operations on this well.

9. Well Site Layout;

A. The drill pad layout, with elevations staked by P. R. Patton & Associates, is shown in Exhibit 5. Dimensions of the pad and pits and location of major rig components are shown. Top soil, if available, will be stock-piled per B. L. M. specifications determined during the on-site inspection. Because the pad is almost level, no major cuts will be required.

B. Exhibit 5 shows the planned orientation of the rig and associated drilling equipment, reserve pit, trash pit, pipe racks, turn around and parking areas, and access road. No permanent living facilities are planned. A temporary foreman/toolpusher will be on location during the drilling operations.

C. The reserve pit will be high quality plastic-lined.

10. Plans for Restoration of the Surface:

A. Upon completion of the proposed operations, if the well is to be abandoned, the caliche will be removed from the location and road and returned to the pit from which it was taken. The pit area, after dried, will be broken out and leveled. The original top soil will be returned to the entire location which will be leveled and contoured to, as nearly as possible, the original topography.

The trash, garbage and pit lining will be hauled away in order to leave the location in an aesthetically pleasing condition. All pits will be filled and the location leveled within 120 days of abandonment.

B. The disturbed area will be revegetated by reseeding during the proper growing season with a seed mixture of native grasses as recommended by the B. L. M.