

Proposed Development Plan for Surface Use

1. Existing roads including location of exit from main highway.

Detailed map showing drillsite location in relation to the nearest town and all existing roads within one mile of the wellsite are shown on Exhibit A. From Monument go west on paved road 2.4 miles, turn south on dirt road 3.7 miles, turn west on dirt lease road .2 mile. Location is on south side of road.

2. Planned access roads. No new road required.

3. Location of existing wells.

All existing wells within one mile radius are shown on Exhibit C.

4. Location of tank batteries and flow lines.

If the well is commercially productive, the production facilities (i.e. tanks, separators, & treaters) will be produced into existing tank battery.

5. Location and type of water supply.

Fresh & brine water to be hauled from 3 miles south of Monument by commercial hauler, McCasland.

6. Source of construction materials.

Caliche will be obtained from an existing pit located 1 mile NW of well location. (See Exhibit A) NE/4 NW/4 Section 13, T-20-S, R-36-E

7. WASTE DISPOSAL -

- a. Drill cuttings will be disposed of in the reserve pit.
- b. Drilling fluids will be allowed to evaporate in the reserve pit until the pit is dry.