

7. Methods for Handling Waste Disposal

Waste Disposal - Well cuttings will be disposed in reserve pit. Barrel trash containers to be in accessible location within drill site area during drilling and completion procedures. All detrimental waste will be hauled away, burned or buried with a minimum cover of 24" of dirt. See Exhibit "E" for location of pits. If well is productive, maintenance waste will be placed in special trash cans and hauled away periodically. Any produced water will be collected in tanks until hauled to an approved disposal system, or separate disposal applications will be submitted to the survey for appropriate approval.

8. Ancillary Facilities

None

9. Well Site Layout

Exhibit "E" shows the relative location and dimensions of the well pad, mud pit, reserve pit, trash barrel, etc. The reserve pit will be lined with plastic. The pad and pits are staked.

10. Plans for Restoration of Surface

Pits will be backfilled and leveled as soon as practical to original condition. Commencement of rehabilitation operations will immediately follow removal of drilling and completion equipment from location and rehabilitation of the surface is planned to be completed within 45 days from commencement.

11. Other Information

- A. Terrain: Low rolling sand hills. See Exhibit "C", topographic map of area.
- B. Soil: Sandy.
- C. Vegetation: Sparse shinery.
- D. Surface Use: Grazing.
- E. Ponds and Streams: None within one mile.
- F. Water Wells: None within one mile.
- G. Residences and Building: None within one mile.
- H. Arroyos, Canyons, Etc.: Monument Draw, approximately one mile southwest of location; see attached Exhibit "C".
- I. Well Sign: Sign identifying and locating well will be maintained at drill site with the spudding of the well.
- J. Open Pits: All pits containing mud or other liquids will be fenced.