

9. Well Site Layout:

Refer to Exhibit "C".

10. Plans for Restoration of the Surface:

In the event of a producing well, proper procedure will be followed to cut, cover and level all pits and remove litter.

In the event of a dry hole, the same procedure will be followed as well as doing work required to fulfill established regulations.

11. Other Information:

Topographically the land surface dips gently southeastward. It offers no major drainage ravines or other unusual features to overcome for normal, routine construction of roads and well site pads.

The surface is generally sandy with small dune-like drifts existing. Vegetation is primarily mesquite and low-level growing sage type bushes. Some ranching exists in the area.

The proposed locations are on Federal lands and approximately 330 feet of each of the roads to be constructed are on Federal lands. The longer lengths of the planned roads are on Fee land.

No serious construction problems should be encountered.

12. Lessee's or Operator's Representative:

Sterling J. Talley - Penroc Oil Corporation
P. O. Drawer 831
Midland, Texas 79702

Phone: (915) 683-1861 - Office

13. Certification:

See attached statement.