E. <u>Drainage Design:</u> New road will have a drop of 6" from center line on each side.
F. <u>Culverts:</u> None required.
G. <u>Cuts and Fills:</u> None required.
H. <u>Gates and Cattleguards:</u> One cattleguard will be installed at the take-off point, 1920' west of the wellsite.

3. <u>LOCATION OF EXISTING WELLS:</u>

A. Existing wells within a one mile radius are shown on Exhibit "B".

4. <u>LOCATION OF EXISTING AND/OR PROPOSED FACILITIES:</u>

A. Existing facilities are located on the well pad on the Well No. 1, 3960' west of the proposed location.
B. If the proposed well is productive, the treating facilities will be located on the well pad and no additional surface disturbance will occur.

5. <u>LOCATION AND TYPE OF WATER OF WATER SUPPLY:</u>

A. Water well located 3960' west of proposed location will furnish a majority of the water to drill the proposed well. The well is located in Section 20, T-23S, R-33E, on Federal Minerals. A 3" line will be laid along side existing proposed roadways to the proposed drilling site.

6. <u>SOURCE OF CONSTRUCTION MATERIALS:</u>

A. Caliche for surfacing the road - caliche to be mined from a pit presently open in the N.E. corner of Section 20, T-23S, R-33E, 1980' North and West of the proposed location. The pit is located on Federal Minerals and any restitution will be paid by the construction contractor, Globe Construction, Hobbs, New Mexico.

7. <u>METHODS OF HANDLING WASTE DISPOSAL:</u>

A. Drill cuttings will be disposed of in the drilling pits.
B. Drilling fluids will be allowed to evaporate in the drilling pits until pits are dry.
C. Water produced during tests will be disposed of in the drilling pits, oil produced during tests will be stored in test tanks until sold.
C. Current laws and regulations pertaining to the disposal of human waste will be complied with.
E. Trash, waste paper, garbage and junk will be buried in a separate trash pit and covered with a minimum of 24" of dirt. The waste pit will be fenced with a fine mesh wire to prevent scattering by the wind. Location of trash pit is shown on Exhibit D.