- B. The terrain is basically level so no significant grades will be required.
- C. No turnouts will be required.
- D. <u>Drainage Design</u>: 6" of watered and compacted caliche will be used on the new roads and any portion of existing roads which need repairs and the finished surface will be crowned to allow for drainage.
- E. No culverts will be required.
- F. <u>Surfacing Material</u>: Caliche will be used to surface the roads and the well pad.
- G. <u>Gates</u>, <u>Cattleguards</u>, <u>Fences</u>: No new gates or cattleguards will be required and no fences will be crossed.
- H. All new roads have been staked and flagged.

3. Location of Existing Wells:

All existing wells within a one mile radius have been shown.

- 4. Location of Existing Facilities:
 - A. Exhibit "B" shows all tank batteries, flow line and production facilities.
 - B. <u>New Facilities</u>: This will be used to produce oil and will require a pumping unit, flow line, and electric line. Exhibit "B" shows the route of the flow line to the existing tank battery serving this well. The flowline will be 2 3/8" steel line laid on the surface. The electric line will be built as shown in exhibit "B".
- 5. Location and Type of Water Supply:

Water for drilling this well will be furnished by the drilling contractor. The water will be purchased from commercial supplies and trucked to the location over the route described in item 1 above.

- 6. Source of Construction Materials:
 - Caliche for the well pad and road will be obtained from an existing pit located in the NE/4 NW/4 Section 28, T-26-S, R-37-E. This pit is located on land owned by Mr. Tom Linebery of Kermit, Texas.
- 7. Method of Handling Waste Disposal:
 - A. Drill cuttings will be disposed of in the drilling pit.

