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5. LOCATION AND TYPE OF WATER SUPPLY

A. It is planned to drill the well with both fresh water and brine water systems. Fresh water will be piped approximately 5 miles to location from an existing water well in Texas. Brine water will be trucked to location over existing roads from a commerical source.

6. SOURCES OF CONSTRUCTION MATERIALS.

A. Any caliche required for construction of the road and drilling pad will be obtained from a pit located off the wellsite.

7. METHODS OF HANDLING WASTE DISPOSAL

- A. Water based drilling cuttings will be disposed of in the reserve pits. Oil based drill cuttings will be stored in steel tanks until the end of the well then trucked to a BLM approved site for final disposition.
- B. Water based fluids will be allowed to evaporate in the reserve pits until the pits are dry. Oil based drilling fluids will be recovered and stored off location for subsequent use on other wells. Any oil based waste will be trucked to a BLM approved site for final disposition.
- C. Water produced during operations will be either placed in the reserve pits and allowed to evaporate or collected in tanks until hauled to an approved disposal system or a separate disposal application will be submitted to the BLM for appropriate approval.
- D. Oil produced during operations will be stored in tanks until sold.
- E. Human waste will be disposed of per current standards.
- F. Trash, waste paper, garbage, and junk will be collected in trash trailers and disposed of in an approved waste facility such as a land fill. The trash trailers will contain all material to prevent scattering by the wind.
- G. All debris will be removed from the wellsite within 30 days after finishing drilling and/or completion operations.

8. ANCILLARY FACILITIES

A. None required for drilling operations.

9. WELLSITE LAYOUT

A. Exhibit H shows the dimensions of the well pad and reserve pits, and the location of major rig components.