

Ward Petroleum Corporation
Schaefer 24-3-7HC
SHL: 419' FSL 2,003' FEL (SW/4 SE/4)
BHL: ±460' FNL ±2,640' FEL (NW/4 NE/4)
Sec. 24 T1S R67W
Adams County, Colorado
Surface: Fee
Mineral Lease: Fee

Waste Management Plan

Pursuant to compliance with Colorado Oil and Gas (COGCC) Rule 907, Ward Petroleum Corporation (Ward), outlines their general plan for handling and disposal of all Exploration and Production Waste, including drilling cuttings, drill fluids and produced fluids. Ward will adhere to all stipulations under COGCC Rule 910.

Drill Cuttings:

A closed loop drilling system will be used. The cuttings will be stored in an above ground container and hauled offsite and landfarmed. The proposed service provider will be:

Kinetic Hydrovac

The drill cutting will be landfarmed at:

Dechant Farms
11521 CR 49 and CR 30
Hudson, CO 80642

Drill Fluids:

A closed loop drilling system will be used. The fluids will be stored in an above ground container and hauled offsite by Kinetic Hydrovac to an approved disposal facility or if possible, recycled and used on future locations. The disposal facility is located at:

Dechant Farms
11521 CR 49 and CR 30
Hudson, CO 80642

Produced Fluids:

Produced and flowback water will be stored in containers that meet COGCC regulations. The fluids will be hauled to an approved disposal facility by a licensed third party transportation company.