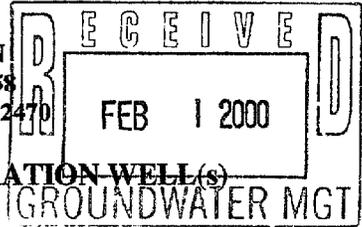


**ARIZONA DEPARTMENT OF WATER RESOURCES
GROUNDWATER MANAGEMENT SUPPORT SECTION
MAIL TO: P.O. BOX 458, PHOENIX, ARIZONA 85001-0458
FOR INFORMATION CALL: MONICA ORTIZ AT (602) 417-2470**



NOTICE OF INTENTION TO DRILL AND ABANDON EXPLORATION WELL(S)

PLEASE READ GENERAL INSTRUCTIONS AND LIMITATIONS ON REVERSE SIDE OF THIS FORM BEFORE COMPLETING.

1. WELL / LAND LOCATION:

NE ¼ SE ¼ NW ¼
10 ACRE 40 ACRE 160 ACRE

Section: 25

Township: 14 N8

Range: 13 EW

2. County: Pima

3. Applicant Name/Lessee (Circle one):
Chevron Products Co.

PO Box 2833
Address

Lathabra CA 90632
City State Zip

Mr. A. Roland Mora
Name of Contact Person

Phone Number: 562-694-9482

4. Owner of Well:

Same
Name

Address

City State Zip

Phone Number:

5. Purpose of well(s) drilled pursuant to this Notice:

Mineral Exploration _____
Geotechnical X w/ variance
Cathodic Protection _____
Grounding _____
Heat Pump _____

6. Number of Wells (Holes) 1

7. Owner of Land of Wellsite:

Same
Name

Address

City State Zip

Contact Person

Phone Number:

DO NOT WRITE IN THIS SPACE
OFFICE RECORD

File No. D(4-13)256da
Filed 2-1-00
Input _____

DUPLICATE

Mailed 2500 By BU
Registration 55-279286
AMA/TNA _____
W/S 07 S/B 16

8. DESCRIPTION OF THE WELL:

Diameter 8 inches
Depth ~~100~~ 101 feet
Type of casing. If none, state:
NONE / auger

9. Construction will start:
January 2000
Month Day Year

10. Drilling Firm:
Enviro-Drill Inc.
Name
3737 E. Broadway
Address
PHX AZ 85040
City State Zip
Phone Number 602-437-1760

533
DWR License Number
87780 A4
ROC License Category

11. Is the well to be available for re-entry?

Yes _____ No X

If so, for how long? _____

12. Proposed method of abandonment of well(s) after project is completed: drill out upper 20ft

Cement slurry w/ Bentonite (5%+) bottom to top., pursuant to R12-15-816.

13. Is the proposed wellsite within 100 feet of a septic tank system, sewage disposal area, landfill, hazardous waste facility, storage area of hazardous materials or petroleum storage area and tanks? Yes X No _____

I state that this Notice is filed in compliance with Rule A.A.C. R12-15-809 and R12-15-816(F), and is complete and correct to the best of my knowledge and belief and that I understand the conditions set forth on the reverse side of this form.

[Signature]
Signature of Land Owner, Lessee or Exploration Firm

Helquist, Fabian & Associates, Inc.

Date 1/24/00

NECESSARY STEPS AND INSTRUCTIONS TO OBTAIN DRILLING AUTHORITY

1. Arizona Revised Statute ("A.R.S.") § 45-596 requires the well owner, lessee or exploration firm to file two Notices of Intention to Drill with original signatures prior to drilling an exploration well. More than one well (hole) may be drilled under a single Notice of Intent for mineral exploration and geotechnical wells, as long as they are located within a single section.
2. Information to complete items 1, 2 and 13 should be on your county tax receipt or available at the County Assessor's Office. The location of mineral exploration and geotechnical wells may be limited to the section, township and range. However, a complete legal description may be provided at the option of the well owner.
3. Information to complete items 8, 9 and 10 should be available from your driller.
4. Should any entity other than the well owner, lessee or exploration firm sign the Notice of Intent an original **notarized** letter of authorization from the well owner, lessee or exploration firm must accompany the Notices.
5. In accordance with A.R.S. § 45-113, please submit a \$10.00 processing fee with the Notice. Mail them to P. O. Box 458, Phoenix, Arizona, 85001-0458, or hand deliver to 500 North Third Street, Phoenix, Arizona.

CONSTRUCTION AND FOLLOW-UP REQUIREMENTS

1. Construction and abandonment standards for all wells must be in accordance with Department Rules.
2. No drilling authority is necessary for mineral exploration, geotechnical, cathodic protection, grounding and heat pump holes of 100 feet of depth or less. However, if water is encountered during the drilling of these well(s), the well(s) must be abandoned in accordance with Arizona Administrative Code ("A.A.C.") R12-15-816.
3. The drilling contractor is not required to file a Notice of Intent to Abandon if the well(s) are abandoned in the course of drilling, however, the drilling rig must not be removed from the well site before the abandonment is complete, otherwise, a Notice of Intent to Abandon must be filed prior to abandonment, and abandonment may not commence until Department authority has been issued. A geotechnical well with a granted variance must be abandoned before the drilling rig is removed from the site.
4. Whether or not an abandonment authorization card was issued or required, Arizona Administrative Code R12-15-816(F) requires a Well Abandonment Completion Report be filed within 30 days of abandonment.
5. Pursuant to A.R.S. § 45-596(E), drilling of well(s) must be completed within one year after the date of the Notice of Intent. If the well(s) are not completed within one year, a new Notice of Intent to Drill must be filed with the Department before proceeding with further construction.
6. Within thirty (30) days of completion of drilling geotechnical, cathodic protection, grounding or heat pump wells, a Well Driller Report and Log of Well form must be filed. Within thirty (30) days of completion of drilling mineral exploration holes, a Project Completion Report form must be filed. If the drilling project included multiple holes (authorized by the issuance of a single drill card for the project as a whole), a single report will suffice, however, a cover letter identifying the number of holes drilled, unusual problems associated with the project, or variations in hole design should be included.
7. Pump equipment may not be installed in wells (holes) drilled for mineral exploration, geotechnical, cathodic protection or grounding purposes.

TIME FRAME FOR REVIEW OF YOUR APPLICATION

Within fifteen (15) days after receipt of your Notice of Intention, the Department will determine whether your application should be granted or denied, unless this time is extended because your application is deemed incomplete or incorrect.

If your application is incomplete or incorrect, the Department will notify you in writing and will specify what information is necessary to make the application complete and correct. Until the missing information is received, the time frame for review of your application will be suspended. Your application will not be complete and correct until all of the requested information is received. If you do not supply the missing information within sixty (60) days, the Department may deem your application for drilling authority withdrawn and close the file.

At the end of its review, the Department will send you written notice either granting or denying your application for drilling authority. If your application is approved, the Drill Card will be mailed directly to the drilling company. If denied, the Department's notice will state justification for the denial and an explanation of your right to appeal.

**ARIZONA DEPARTMENT OF WATER RESOURCES
GROUNDWATER MANAGEMENT SUPPORT SECTION
500 North Third Street
Phoenix, Arizona 85004**

GEOTECHNICAL WELL VARIANCE ISSUED

THIS AUTHORIZATION SHALL BE IN POSSESSION OF THE DRILLER DURING ALL DRILL OPERATIONS

WELL REGISTRATION NO: 55-579386

AUTHORIZED DRILLER: ENVIRO-DRILL, INC.

LICENSE NO: 533

NOTICE OF INTENTION TO DRILL A GEOTECHNICAL WELL(S) HAS BEEN FILED WITH THE DEPARTMENT BY:

WELL OWNER: CHEVRON PRODUCTS CO PO BOX 2833 LA HABRA, CA 98632

The well(s) is/are to be located in the:

NE ¼ of the SE ¼ of the NW ¼ Section 25 Township 14 SOUTH Range 13 EAST

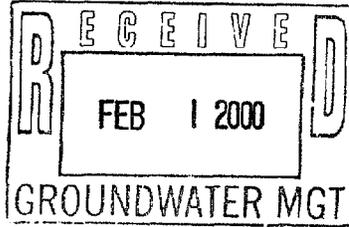
No. of wells in this project: 1

THIS AUTHORIZATION EXPIRES AT MIDNIGHT ON THE 31ST DAY OF JANUARY, 2001

ARS
GROUNDWATER MANAGEMENT SUPPORT

**THE DRILLER MUST FILE A LOG OF THE WELL
WITHIN 30 DAYS OF COMPLETION OF DRILLING**





Chevron

August 25, 1998

Arizona Department of Water Resources
Groundwater Management Support Section
500 North Third Street
Phoenix, AZ 85004
Attn: Tim Casey

Chevron Products Company
Marketing
Operations Services
1300 South Beach Boulevard
Building 4516
La Habra, California
P.O. Box 2833
La Habra, CA 90632-2833
Phone 562 694 7300

To Whom It May Concern:

This letter confirms that Chevron Products Company (Chevron) has given its signature authority to the following companies for the purpose of well permitting:

ATC Associates Inc.
Fluor Daniel GTI
Harding Lawson Associates
Holguin, Fahan & Associates, Inc.
Miller Brooks Environmental, Inc.
QST Environmental
SECOR International Incorporated

If you have any questions, please do not hesitate to contact me at the numbers listed above.

Sincerely,

A handwritten signature in cursive script, appearing to read "A. Roland Mora".

A. Roland Mora
SAR Project Manager

cc: A. J. (Drew) Noel, Chevron Products Company

ARIZONA DEPARTMENT OF WATER RESOURCES

500 North 3rd Street, Phoenix, Arizona 85004
Telephone (602) 417-2470
Fax (602) 417-2422



JANE DEE HULL
Governor
RITA P. PEARSON
Director

February 08, 2000

CHEVRON PRODUCTS CO
PO BOX 2833
LA HABRA, CA 98632

Registration No. 55-579386
File No. D(14-13) 25 BDA

Dear Well Owner:

Enclosed for your records is an annotated copy of the Notice of Intention to Drill a well. This is returned to you as evidence of compliance with A.R.S. §45-596. A drilling card has been mailed to your designated driller. Prior to drilling he must have it in his possession.

Since this well is being drilled as a Monitor well, or for Cathodic Protection, Grounding, Geotechnical or Piezometer purposes, our standard driller report form is also being furnished to the driller. He is required to complete it and return it to the Department within 30 days after the completion of the well. A Completion Report form is being furnished for monitor wells where pump installation is authorized. This must be completed within thirty days of installation as required by A.R.S. §45-600.

A Change of Well Information form is enclosed for your future use. If you deem it necessary to change the location of the proposed well, please notify the Department on the enclosed form. A properly amended Drilling Card will then be issued and must be in possession of the driller before drilling begins. During the drilling of a new well, if it is determined that it must be abandoned, then a Well Abandonment Completion Report must be submitted per R12-15-816.F.

Per A.R.S. §45-593, the person to whom a well is registered shall notify this Department of a change of ownership of the well and/or information pertaining to the physical characteristics of the well, in order to keep the well registration file current and accurate.

Sincerely,

A handwritten signature in cursive script, appearing to read "S. Valdez".

Sylvia Valdez
Water Resource Technician
Groundwater Management Support Section

Enclosures

HYDROLOGY - VERIFICATION CHECKLIST

DATE RECEIVED 2-1-00
DATE TO HYDRO 2-4-00
DATE TO GMSS 2-7-00

POTENTIAL REG. Nº 55- 579386
55- _____ THRU 55- _____

FRONT OF N.O.I COMPLETE/CORRECT: YES X NO _____

VARIANCE LETTER RECEIVED (?) _____ YES _____ NO X
WELL DIAGRAM RECEIVED (?) _____ YES _____ NO X
SITE PLAN RECEIVED (?) _____ YES _____ NO X

TYPE AND NUMBER OF WELLS OR ABANDONMENTS:

MONITOR _____ GROUNDING _____
PIEZOMETER _____ HEAT PUMP _____
GEOTECHNICAL 1 OTHER _____ (well type)
MINERAL EXPLORATION _____
WATER PRODUCTION _____ ABANDONMENT _____
CATHODIC PROTECTION _____

VARIANCE:

X _____ REQUIRED _____ GRANTED
X _____ NOT REQUIRED _____ NOT GRANTED
_____ LETTER ISSUED

ATTENTION!!! NOTICE OF INTENT TEAM:

_____ HARD COPY OF LETTER TO FOLLOW
_____ CALL FOR PICKUP

COMMENTS:

M.O.