I. Wells - 4 basic categories of wells for domestic uses
   A. Pre-basin (prior to November 29, 1956; may have more than domestic uses)
   B. 72-12-1 - permitted prior to “moratorium” on January 13, 1983
   D. Post Moratorium - Not a party to the Post 1982 Well Agreement - limited to “in-house” use only

II. Settlement does not require you to connect to CWU but to be protected from priority calls or priority administration, you must elect one of the following options
   A. Connect to the CWU when available
   B. Keep well in perpetuity and reduce use
   C. Reduce use and agree that upon transfer, successor will connect

III. Uses allowed for 4 categories under the 3 options
   A. Agree to connect when available - FOR all categories - not less than .5afy
      1. Pre-Basin - Historic HBU
      2. 72-12-1 - Lesser of HBU or 3afy
      3. Either post-moratorium category - Lesser of .7 or HBU; Indoor/outdoor
   B. Keep well in perpetuity
      1. Pre-basin and 72-12-1 - 15 % reduction, not less than .5afy
      2. Post moratorium signed Post 1982 Well Agreement - Lesser of .7afy or HBU; use over .5 afy subject to priority call
      3. Post moratorium - Indoor use only OR up to .3afy indoor/outdoor
   C. Agree that upon transfer, successor will connect
      1. Pre-basin and 72-12-1 - 10 % reduction, not less than .5afy
      2. Either post moratorium, same as III(B)(2 and 3) above

IV. Table Summary (HBU = Historic Beneficial Use; afy = acre feet/year)

<table>
<thead>
<tr>
<th>Category of Well</th>
<th>Agree to Connect</th>
<th>Keep well forever</th>
<th>Connection upon transfer</th>
</tr>
</thead>
<tbody>
<tr>
<td>Pre-basin (limited by adjudicated amount)</td>
<td>HBU, not less than .5afy</td>
<td>HBU - 15%, not less than .5afy</td>
<td>HBU - 10%, not less than .5afy</td>
</tr>
<tr>
<td>72-12-1</td>
<td>Lesser of HBU or 3afy, not less than .5afy</td>
<td>Lesser of HBU or 3afy - 15%, not less than .5afy</td>
<td>Lesser of HBU or 3afy - 10%, not less than .5afy</td>
</tr>
<tr>
<td>Post Moratorium, signed Post 1982 Well Agreement</td>
<td>Lesser of .7afy or HBU, not less than .5; indoor/outdoor</td>
<td>Lesser of .7afy or HBU; Use over .5afy subject to priority call; in/out</td>
<td>Lesser of .7afy or HBU; Use over .5afy subject to priority call; in/out</td>
</tr>
<tr>
<td>Post Moratorium, did not sign Post 1982 Well Agreement</td>
<td>Lesser of .7afy or HBU, not less than .5; indoor/outdoor</td>
<td>Indoor only or up to .3afy; indoor/outdoor</td>
<td>Indoor only or up to .3afy indoor/outdoor</td>
</tr>
</tbody>
</table>

V. May I connect to the CWU for my “in house” domestic use and continue to use my well to irrigate my lawn,
trees, shrubs and non-commercial garden?

A. Only if well is either a “pre-basin” well with a recognized agricultural use or is specified or permitted as a point of diversion for an agricultural use under other than Section 72-12-1 NMSA 1978.

B. If well is permitted under Section 72-12-1 NMSA 1978 for domestic use, whether pre-moratorium or post-moratorium, and if “post-moratorium” whether the owner signed the “post-moratorium” well agreement or not, an owner electing to connect to CWU must connect for all domestic uses including the irrigation of their lawn, trees, shrubs and non-commercial garden previously irrigated from their domestic well.