

SURFACE USE AND OPERATIONS PLAN

FOR

POGO PRODUCING COMPANY
RUTH FEDERAL WELL NO.1
990'FNL & 2310'FEL SEC.4, T.26 S., R.29 E.
EDDY COUNTY, NEW MEXICO

LOCATED: 11 air miles south-southeast of Malaga, New Mexico.

FEDERAL LEASE NUMBER: NM-51089

LEASE DATE: May 1, 1982, for ten years. Lease expires
April 30, 1992 absent production or diligent
drilling operations in progress on such date.

ACRES IN LEASE: 400.

SURFACE OWNERSHIP: Federal.

GRAZING PERMITTEE: Johnny L. Reid (505-745-295)
245 E. London Road
Loving, New Mexico 88256

POOL: Wildcat.

POOL RULES: Statewide. 40 acre spacing for oil.

EXHIBITS:

- A. Road Map
- B. Plat Showing Existing Wells and Existing Roads
- C. Drilling Rig Layout
- D. Topo Plat