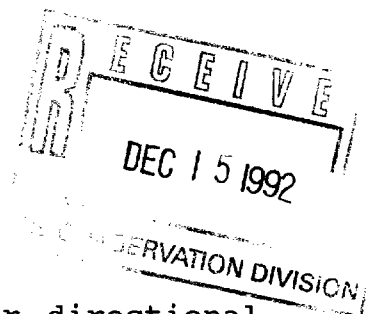


10651

Proposed Advertisement
Pogo Producing Company
Mobil Fed. No. 3 Well



Application of Pogo Producing Company for directional drilling and an unorthodox oil well location, Eddy County, New Mexico. Applicant seeks authority to directionally drill its proposed Mobil Fed. No. 3 Well from a surface location 480 feet from the North line and 660 feet from the East line (Unit A) of Section 29, Township 23 South, Range 31 East, N.M.P.M., in such a manner as to bottom the well in the Brushy Canyon formation of the Delaware Mountain Group, at a standard location approximately 1,870 feet from East line and 578 feet from the North line (Unit B) of said Section 29. Further, applicant seeks approval for an unorthodox location in the Cherry Canyon formation of the Delaware Mountain Group, with the directional wellbore entering the Cherry Canyon formation at an unorthodox location 1,405 feet from the East line and 540 feet from the North line, and exiting the Cherry Canyon formation at an orthodox 1,789 feet from the East line and 571 feet from the North line of said Section 29. The NW $\frac{1}{4}$ NE $\frac{1}{4}$ of said Section 29 will be dedicated to the well to form a standard 40 acre spacing and proration unit for said formations. This well is located approximately _____ miles _____ of Carlsbad, New Mexico.