HWETIHGENT SURFACE USE AND OPERATION PLAN POGO PRODUCING COMPANY CAL-MON NO. 1 660' FNL & 1650' FWL SEC. 35, T-23-S, R-31-E EDDY COUNTY, NEW MEXICO

This plan is submitted with the Application For Permit To Drill the captioned well. The purpose of this plan is to describe the location of the proposed well, the proposed construction activities and operations plan, the magnitude of necessary surface disturbance involved and the procedures to be followed in rehabilitating the surface after completion of drilling operations.

1. EXISTING ROADS:

Existing roads in the vicinity of the planned well are shown on Exhibit A, attached. The well is located 35 miles West of Jal, New Mexico. No additional improvement or maintenance of existing roads will be required.

2. PLANNED ACCESS ROADS:

From State highway No. 128 a ranch road runs approximately 2000' due North to the well site. The road will be widened to 12' with nine inches of compacted caliche.

3. LOCATION OF EXISTING WELLS:

Shown below are the dispositions of wells in a 2 mile radius of the proposed well. See Exhibit B.

Sec. 31, T-23-S, R-32-E Lea County - Hankamer's Continental Federal #1 drilled and abandoned 10/6/62
Sec. 36, T-23-S, R-31-E Eddy County - Texas American Oil Corp's Todd State #1 producing from the Morrow
Sec. 36, T-23-S, R-31-E Eddy County - Millers Harrison State #1 drilled and abandoned 10/20/58
Sec. 6, T-24-S, R-32-E Lea County - Hankamer's Bodurant Federal #1 drilled and abandoned 8/24/62
Sec. 12, T-24-S, R-31-E Eddy County - Coquina's El Paso Federal #1 P & A
Sec. 12, T-24-S, R-31-E Eddy County - Superior's Sotol Federal #1 Producing from the Lower Penn
Sec. 1, T-24-S, R-31-E Eddy County - Texas American's Todd Federal #1-2 Temporarily abandoned 9/11/74
Sec. 11, T-24-S, R-31-E Eddy County - Gulf's Littlefield Federal #1 drilled and abandoned 3/6/64
Sec 2, T-24-S, R-31-E Eddy County - Getty's Todd State #1 producing from the Lower Penn
Sec. 3, T-24-S, R-31-E Eddy County - Yate's James Ranch Federal #1 drilled and abandoned 1/22/79
Sec. 34, T-23-S, R-31-E Eddy County - Continental's U.S. #1 P & A.
Sec. 4, T-24-S, R-31-E Eddy County - El Paso's Sundance Federal #1 producing from the Lower Penn
Sec. 4, T-24-S, R-31-E Eddy County - Sundance's Betty Federal #1 Drilled and abandoned 12/11/69
Sec. 4, T-24-S, R-31-E, Eddy County - Texaco's Stewart Federal #1 drilled and abandoned 12/3/68
Sec. 33, T-23-S, R-31-E Eddy County - Patoil's Wright #1 drilled and abandoned 1/5/62
Sec. 33, T-23-S, R-31-E Eddy County - Patoil's Wright #2 drilled and abandoned 9/1/61
Sec. 21, T-23-S, R-31-E Eddy County - Kaiser Francis' Pure Gold A #1 producing from the Morrow.
Sec. 21, T-23-S, R-31-E Eddy County - Patoil's Muse Federal #1 drilled and abandoned 6/2/62