

SURFACE USE AND OPERATIONS PLAN

FOR

POGO PRODUCING COMPANY  
FEDERAL 26 WELL NO.7  
1980'FNL & 1980'FWL SEC.26, T.22 S., R.31 E.  
EDDY COUNTY, NEW MEXICO

LOCATED: 28 air miles east of Carlsbad, New Mexico.

FEDERAL LEASE NUMBER: NM-62590.

LEASE ISSUED: July 1, 1985. Lease is in producing status.

ACRES IN LEASE: 640.

RECORD LESSEE: Pogo Producing Company.

SURFACE OWNERSHIP: Federal.

GRAZING PERMITTEE: J. C. Mills  
P.O. Drawer "G"  
Abernathy, Texas 79311

POOL: Undesignated Livingston Ridge Delaware.

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