

SURFACE USE AND OPERATING PLAN

Attached to Form 3160-3

Pogo Producing Company

Patton "17" Federal No. 12
990' FNL & 1980' FEL
Unit Letter B, NW/NE
Section 17, T24S, R31E
Eddy County, New Mexico

Located: 20 miles east southeast of Loving, New Mexico

Federal Lease Number: NM-89172

Lease Issued: N/A

Acres in Lease: 640 acres

Record Lessee: Burlington Resources

Surface Ownership: U.S.A.

Grazing Permittee: Richardson Cattle
P.O. Box 487
Carlsbad, New Mexico 88220

Pool: Poker Lake, Delaware

Pool Rules: The 40 acre oil well spacing rules apply to this location, being 330' to the nearest side boundary or 1/4-1/4 section line, nor closer than 330' to the nearest well capable of producing from the same Formation.

Exhibits:

- A. Road Map
- B. Existing Wells Map
- C. Well Location and Acreage Dedication Plat
- C-1. Topo Map
- D. Drilling Rig Layout Diagram
- E. BOP Equipment