	N. M. Oli Cons. Division							
Form 3160-3 (July 1992)	UNITED STATES (Other instructions on reverse side) DEPARTMENT OF THE INTERIOR					FORM APPROVED OMB NO. 1004-0136 Expires: February 28, 1995		
	BUREAU OI	F LAND MANA				5. LEASE DESIGNATION AND SERIAL NO. NM- 89172		
	LICATION FOR F	ERMIT TO	DRIL	LOR DEEPEN		6. IF INDIAN, ALOTTEE OR	TRIBE NAME	
IA TYPE OF WORK	DRILL			MAR 1998		7. UNIT AGREEMENT NAME		
OII WELL	GAS WELL OTHER			INGLE RECEIVED		8. FARM OR LEASE NAME, WELL	<u>010</u> NO.	
2. NAME OF OPERATOR OCD - ARTESIN						Patton "17" Federal No. 11		
Pogo Producing Company 1789						9. API WELL NO.		
3. ADDRESS AND TELEPHONE NO.						30-015 - 20157		
P.O. Box 10340 4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.*)						10. FIELD AND POOL, OR WILDCAT		
At surface 720' FNL & 720' FEL of Section 17						Poker Lake, Delaware		
At proposed prod. zone		51 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1			8	11. SEC., T., R., OR BLK. AND SURVEY OR AREA	30382	
Same	• • •					Section 17, T-24S, R-31E		
14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE. 20 miles southeast of Loving. New Mexico						12. COUNTY OR PARISH Eddy Co.	13. STATE	
15 DISTANCE FROM PROPOSED*		16. NO. OF ACRES IN LEASE						
LOCATION TO NEAREST PROPERTY OR LEASE LINE, FT. (Also to nearest drlg. unit line, if any)		990'		640		OF ACRES ASSIGNED THIS WELL		
18. DISTANCE FROM PROPOSED LOCATION*				POSED DEPTH	20 00740	40 DTARY OR CABLE TOOLS		
TO NEAREST WELL DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT.		1320'		8350'	20. KUTAK	Rotary		
21. ELEVATIONS (Show whether DF, RT, GR, etc.)						2. APPROX. DATE WORK WILL START*		
3550' 3539" Grou	ind Level		317 S		(* er n	Upon Approva		
23.		PROPOSED CASE	NG AND	CEMENTING PROGRAM				
SIZE OF HOLE	GRADE, SIZE OF CASING	WEIGHT PER FOOT		SETTING DEPTH	QUANTITY OF CEMENT			
14-3/4"	10-3/4" H-40	32.75#		650' WIII	550 sx Class "C"(Circulate)			
9-7/8"	7-5/8" J-55	26.40#	0# 4,250'			1000 sx (Circulate)		
6-3/4"	4-1/2" J-55	11.60#		8,350'		950 sx (3200')		

The Operator proposes to drill to a depth sufficient to test the Delaware and Bone Springs for oil. Specific programs are outlined in the following attachments:

DRILLING PROGRAM SURFACE USE AND OPERATING PLAN EXHIBIT "A" - ROAD MAP EXHIBIT "B" - EXISTING WELL MAP EXHIBIT "C" - LOCATION AND DEDICATION PLAT EXHIBIT "C-1" - TOPO MAP EXHIBIT "D" - DRILLING RIG LAYOUT EXHIBIT "E" - 3M BOP EQUIPMENT

APPROVAL SUBJECT TO **GENERAL REQUIREMENTS AND** SPECIAL STIPULATIONS ATTACHED

Post 7D-1 3-20-98

AFT + Lac

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen, give data on present productive zone and proposed new productive zone. If proposal is to drill or deeper directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout preventer program, if any. 24 Agent SIGNED TITLE DATE 1/28/98 (This space for Jederal or State office use) APPROVAL DATE PERMIT NO. Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon. CONDITIONS OF APPROVAL, IF ANY: APPROVED B 22 TITLE

re (TO 2 DATE 3-4-5) *See Instructions On Reverse Side Title 18 U.S.C Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.