(Anth TAAT) DEPARTMENT OF THE INNEMODII CONS. DIV-DIST UMB NU. 1004-0136 Expires: February 28, 1995 LEASE DESIGNATION AND BERIAL NO. BUREAU OF LAND MANAGEMENSO1 W. Grand Avenue 104730 APPLICATION FOR PERMIT TO DRILL IF INDIAN, ALLOTTEE OR TRIBE NAME 1a. TYPE OF WORK 7. UNIT AGREEMENT NAME DRILL 図 DEEPEN b. TIPE OF WELL R-111-POTASH WELL XX SINGLE ZONE MULTIPLE ZONE WELL [8. FARM OR LEASE NAME, WELL NO. 2. NAME OF OPERATOR SUNDANCE FEDERAL # 28 POGO PRODUCING COMPANY (RICHARD WRIGHT 432-685-8140) 9. AFI WELL NO. 3. ADDRESS AND TELEPHONE NO. 50-015-33708 P.O. BOX 10340 MIDLAND, TEXAS 79702-7340 (432-685-8100)10. FIELD AND POOL, OR WILDCAT 4. LOCATION OF WELL (Report location clearly and in accordance with any State requirementa RECEIVED SAND DUNES DELAWARE WEST SECTION 4 T24S-R31E EDDY CO. NM NOV 0 8 7004 11. SEC., T., E., M., OE BLK. AND SURVEY OR AREA 1980' FSL & 1980' Fwl At proposed prod. zone SAME SECTION 4 T24S-R31E ODD:ADTESH 14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE* 12. COUNTY OR PARISH | 13. STATE Approximately 30 miles East of Carlsbad New Mexico EDDY CO. NEW MEX. 15. DISTANCE FROM PROPOSED*
LOCATION TO NEAREST
PROPERTY OR LEASE LINE, FT.
(Also to nearest drig, unit line, if any) 16. NO. OF ACRES IN LEASE 17. NO. OF ACRES ASSIGNED TO THIS WELL 1980' 600 18. DISTANCE FROM PROPOSED LOCATIONS 19. PROPOSED DEPTH 20. ROTARY OR CABLE TOOLS TO NEAREST WELL, DRILLING, COMPLETED, OR APPLIED FOR, ON THIS LEASE, FT. 1320' 8400' ROTARY 21. ELEVATIONS (Show whether DF, RT, GR, etc.) 22. APPROX. DATE WORK WILL START* 3408' GR. WHEN APPROVED 23. PROPOSED CASING AND CEMENTING PROGRAM SIZE OF ROLE GRADE SIZE OF CASING WEIGHT PER FOOT SETTING DEPTH QUANTITY OF CEMENT 25" Conductor 40' NA Cement to surface W/Redi-mix 175" H-40 13 3/8" 6501 48 800 Sx. circulate to surface 11" J-55 8 5/8" 250 1500 Sx7 7/8" N-80, J-55 45" 11 11.6 84001 1800 Sx. in 3 stages 1. Drill 25" hole to 40'. Set 40' of 20" conductor and cement to surface with Redi-mix. 2. Drill $17\frac{1}{2}$ hole to 650'. Run and set 650' of 13 3/8" h-40 48# ST&C casing. Cement with 800 Sx. of Class "C" cement + 2% CaCl, + $\frac{1}{4}$ # Flocele/Sx. Circulate cement to surface. 3. Drill 11" hole to 4250'. Run and set 4250' if 8 5/8" 32# J-55 ST&C casing. Cement with 1500 Sx. of Class "C" cement + additives, circulate cement to surface. 4. Drill 7 7/8" hole to 8400'. Run and set 8400' of $4\frac{1}{2}$ " casing as follows: 1400' of

4. Drill 7 7/8" hole to 8400'. Run and set 8400' of 4½" casing as follows: 1400' of 4½" 11.6# N-80 LT&C, 6000' of 4½" 11.6# J-55 LT&C, 1000' of 4½" 11.6# N-80 LT&C. Cement in 3 stages with DV Tools at 6200' & 3800'±. Cement 1st stage with 550 Sx. of Class "C" cement + additives, Cement 2nd stage with 750 Sx. of Class "C" cement + additives, cement 3rd stage with 500 Sx. of Class "C" Light cement + additives, circulate cement to surface.

CARLSBAD CONTROLLED WATER BASIN

/s/ Linda S. C. Rundell

APPROVED BY

APPROVAL SUBJECT TO GENERAL REQUIREMENTS AND SPECIAL STIPULATIONS

_ DATE

7 /- 7 //-		06/26/04
	MCO:ITLE Agent	DATE
his space for Federal or State office use)		
RMIT NO.	APPROVAL DATE	

*See Instructions On Reverse Side AP

1 NUV 5004

District I 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztec, NM 87410 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico Energy Minerals and Natural Resources

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 For drilling and production facilities, submappropriate NMOCD District Office.
For downstream facilities, submit to Santa toffice

Form C

March 12

Pit or Below-Grade Tank Registration or Closure
Is pit or below-grade tank covered by a "general plan"? Yes \(\Boxed{\text{No}}\) No \(\Boxed{\text{X}}\)

Type of action: Registration of a pit or b	pelow-grade tank 🔯 Closure of a pit or below-grade	tank 🗍
Operator: Pogo Producing Company 432-685 Telephone:	5-8100 e-mail address: wrightc@pogo	producing.com
Address: P. O. Box 10340, Midland, TX 79702-	-7340	
Facility or well name: Sundance Fed #28 API#:	U/L or Qtr/Qtr K Sec 4 T 2/	4 _R 31
Facility or well name: Sundance Fed #28 API#: County: Eddy Latitude 32 14 40.4N Longitude 103	47 05.7WNAD: 1927 1983 Surface Ov	wner Federal A State Private Indian
Pit	Below-grade tank	567897017
Type: Drilling 🖒 Production 🗌 Disposal 🗍	Volume:bbl Type of fluid:	23 × 56 10 9 10 11 12
Workover ☐ Emergency ☐	Construction material:	Tona T
Lined 🖄 Unlined 🗋	Double-walled, with leak detection? Yes If no	77.56
Liner type: Synthetic (A) Thickness 12 mil Clay () Volume	boune wants, wantsan constraint to a law.	O - CCENTONIA
16000 bbl		RECEIVEDIA OCD ARTESIA
		(20 points) (10 points) (0 points)
Depth to ground water (vertical distance from bottom of pit to seasonal high	Less than 50 feet	(20 points)
water elevation of ground water.)	50 feet or more, but less than 100 feet	(10 points)
	100 feet or more X	(0 points) ()
Wellhead protection area: (Less than 200 feet from a private domestic	Yes	(20 points)
•	No X	(0 points)
water source, or less than 1000 feet from all other water sources.)	, ·	
Distance to surface water. (Assissment distance to all westerned above	Less than 200 feet	(20 points)
Distance to surface water: (horizontal distance to all wetlands, playas,	200 feet or more, but less than 1000 feet	(10 points)
irrigation canals, ditches, and perennial and ephemeral watercourses.)	1000 feet or more X	(0 points) ()
	Ranking Score (Total Points)	0
If this is a pit closure: (1) attach a diagram of the facility showing the pit's	relationship to other equipment and tanks. (2) Indica	ate disposal location:
onsite O offsite I If offsite, name of facility	(3) Attach a general description of remedial act	ion taken including remediation start date an
end date. (4) Groundwater encountered: No [] Yes [] If yes, show depth		
and a diagram of sample locations and excavations.	· · · · · · · · · · · · · · · · · · ·	,
I hereby certify that the information above is true and complete to the best of been/will be constructed or closed according to NMOCD guidelines (1) a Date: 07/02/04	my knowledge and belief. I further certify that the general permit , or an (attached) alternative 0	e above-described pit or below-grade tank PCD-approved plan [].
Printed Name/Title Cathy Wright, Sr Oper Tech	Signature Colly Illi	UT
Your certification and NMOCD approval of this application/closure does not otherwise endanger public health or the environment. Nor does it relieve the regulations.	relieve the operator of liability should the contents of	I the pit or tank contaminate ground water or y other federal, state, or local laws and/or
Approval: / Date: 1/9/04 Printed Name/Title/M/HeBrafcher / Compleme Office/	Signature While Bunk	

Data Category: Geographic Area:
Site Information ✓ New Mexico ✓ go

Site Map for New Mexico

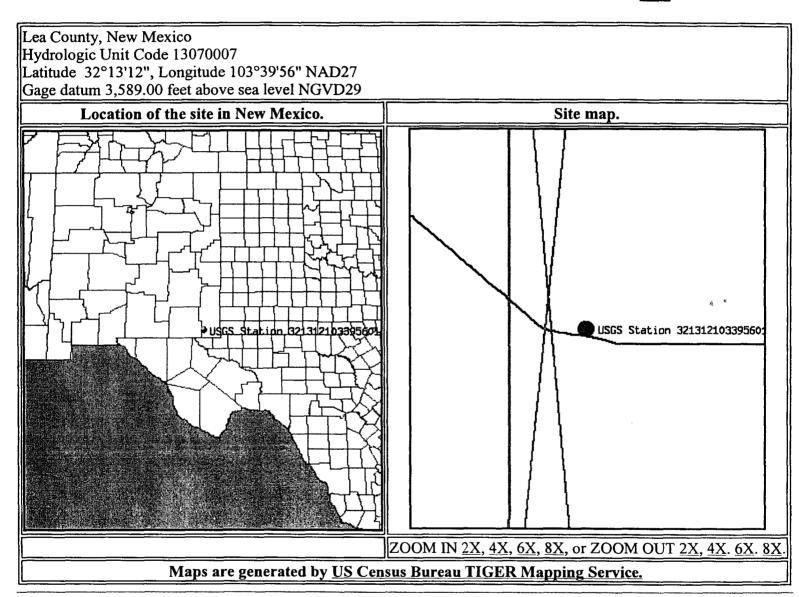
USGS 321312103395601 24S.32E.10.344333

#22

Available data for this site

Station site map

GO



Questions about data <u>gs-w-nm_NWISWeb_Data_Inquiries@usgs.gov</u>
Feedback on this websitegs-w-nm_NWISWeb_Maintainer@usgs.gov
NWIS Site Inventory for New Mexico: Site Map
http://waterdata.usgs.gov/nm/nwis/nwismap?

<u>Top</u> Explanation of terms

Retrieved on 2004-06-30 16:30:21 EDT
Department of the Interior, U.S. Geological Survey
USGS Water Resources of New Mexico
Privacy Statement || Disclaimer || Accessibility
0.92 0.7 nadww01

Ground-water levels for New Mexico

Search Results -- 1 sites found

Search Criteria

• 321312103395601 site no list =

Save file of selected sites to local disk for future upload

USGS 321312103395601 24S.32E.10.344333

Available data for this site

Ground-water: Levels

GO

Lea County, New Mexico Hydrologic Unit Code 13070007 Latitude 32°13'12", Longitude 103°39'56" NAD27 Gage datum 3,589.00 feet above sea level NGVD29 The depth of the well is 60 feet below land surface. This well is completed in ALLUVIUM, BOLSON DEPOSITS AND OTHER SURFACE DEPOSITS (110AVMB)

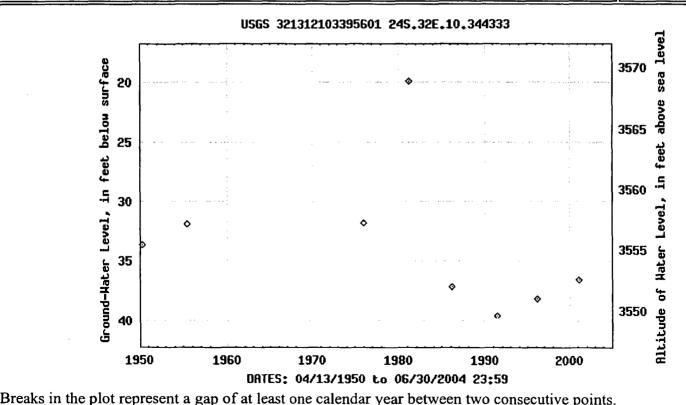
Output formats

Table of data

Tab-separated data

Graph of data

Reselect period



Ouestions about data

gs-w-nm NWISWeb Data Inquiries@usgs.gov

Feedback on this websitegs-w-nm NWISWeb Maintainer@usgs.gov

Ground water for New Mexico: Water Levels http://waterdata.usgs.gov/nm/nwis/gwlevels?

Download a presentation-quality graph



WORLD DISTANCE CALCULATOR

Version 1.0 dated 30 October 2001

Click here to download a version of this page suitable for offline use

(operation instructions available at the end of this page)

Input = Lat/Longs to the same Geodetic Datum, preferably WGS84

Lat 1		Long 1	
32:13:12	N	103:39:56	W 🔻
Lat 2		Long 2	
Lacz		Long 2	

Distance Units: Statute Miles

Earth model: FAI sphere

COMPUTE RESET

Output = true courses, then shortest distance on the surface of the selected world model

Course 1-2 (deg)	283.70103598934105
Course 2-1 (deg)	103.63737437700688
Shortest distance	7.179474692782931

OPERATION:

- 1. For the calculator to operate, Javascript must be enabled. With MS Windows 98 or later and MS Internet Explorer, Javascript is normally enabled by default. For Netscape Navigator, see Options/ Network Preferences/ Languages, for Netscape Communicator see Edit/ Preferences/ Advanced.
- 2. Read the operating instructions below and the notes at the end. Scroll the display so that all of the boxes are on screen with the Lat/Long boxes at the top and the output boxes towards the bottom of the screen. You are now ready to make calculations.
- 3. Enter Latitude and Longitude for the points at the beginning and



#	a	8
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FAI Web Site Directions:

Air sports:	
Technical Commissions:	***************************************
	×
Other sections of the Web	Site:

events.fai.org

The home of Air Sport Competition Information. The FAI Sporting Calendar and results of all major FAI Championships are available at this address.

Communication Links

Receive automatically <u>FAI's News</u> releases and other information such as world record notifications. We have a number of mailing lists to which you can freely subscribe.

Our Discussion Board at board.fai.org gives you the opportunity to publicly discuss issues relating to air sports.

DISTRICT I 1625 N. French Dr., Hobbs, NM 88240 DISTRICT II

State of New Mexico

Energy, Minerals and Natural Resources Department

Form C-102 Revised March 17, 1999

Submit to Appropriate District Office

State Lease - 4 Copies Fee Lease - 3 Copies

DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410 DISTRICT IV

2040 South Pacheco, Santa Fe, NM 87505

811 South First, Artesia, NM 88210

OIL CONSERVATION DIVISION

2040 South Pacheco Santa Fe, New Mexico 87504-2088

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number	Pool Code	Pool Name	
	53815	SAND DUNES DELAWARE-WEST	
Property Code	Pro	perty Name	Well Number
	SUNDANCE FEDERAL		28
OGRID No.	Оре	rator Name	Elevation
17891	POGO PROD	UCING COMPANY	3408'

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
K	4	24 S	31 E		1980	SOUTH	1980	WEST	EDDY

Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Dedicated Acre	s Joint o	r Infill Co	nsolidation (Code Or	der No.				
40	1								

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

· · · · · · · · · · · · · · · · · · ·				
LOT 4 - 40.29 AC.	LOT 3 - 40.27 AC.	LOT 2 - 40.25 AC.	LOT 1 - 40.23 AC.	OPERATOR CERTIFICATION
				I hereby certify the the information contained herein is true and complete to the best of my knowledge and belief. Signature
				Joe T. Janica Printed Name Agent Title 06/26/04 Date SURVEYOR CERTIFICATION
1980'—	3403.8' 3406.3' 3411.6' 3410.5'	Lat.: N32°14'40.4" Long.: W103°47'05.7"	 	I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervison and that the same is true and correct to the best of my belief. JUNE 18, 2004
	0861	EXHIBIT "A"	 	Date Surveyed Signature & Seal of Professional Surveyor W.O. No. 4572 Certificate No. Gary L. Jones 7977 Basin Survey S

SECTION 4, TOWNSHIP 24 SOUTH, RANGE 31 EAST, N.M.P.M., EDDY COUNTY. NEW MEXICO. 3406.3 3403.8' 600' 150' NORTH OFF SET 3406.9 POGO PRODUCING COMPANY SUNDANCE FEDERAL #28 ELEV. - 3408' 0 150' EAST OFF SET 150' WEST Lat.-N 32°14'40.4" OFF SET Long-W 103°47'05.7" 3407.9' 3407.2' 150' SOUTH OFF SET 3408.8' 600' 3410.5' 3411.6 200 FEET 100 100 SCALE: 1" = 100' Directions to Location: FROM THE JUNCTION OF STATE HWY 128 AND CO. RD. 787, GO SOUTHWEST ON HWY 128 FOR APPROX. 0.8 MILE TO LEASE ROAD; THENCE SOUTH ON LEASE ROAD FOR 2.5 MILES; THENCE EAST FOR APPROX. POGO PRODUCING CO. REF: SUNDANCE FED. #28 / Well Pad Topo 0.25 MILE; THENCE SOUTH FOR APPROX. 0.1 MILE TO LOCATION. THE SUNDANCE FED. No. 28 LOCATED 1980' FROM

BASIN SURVEYS P.O. BOX 1786 - HOBBS, NEW MEXICO

Disk: KJG CD#4 -

W.O. Number: 4372 Drawn By: K. GOAD

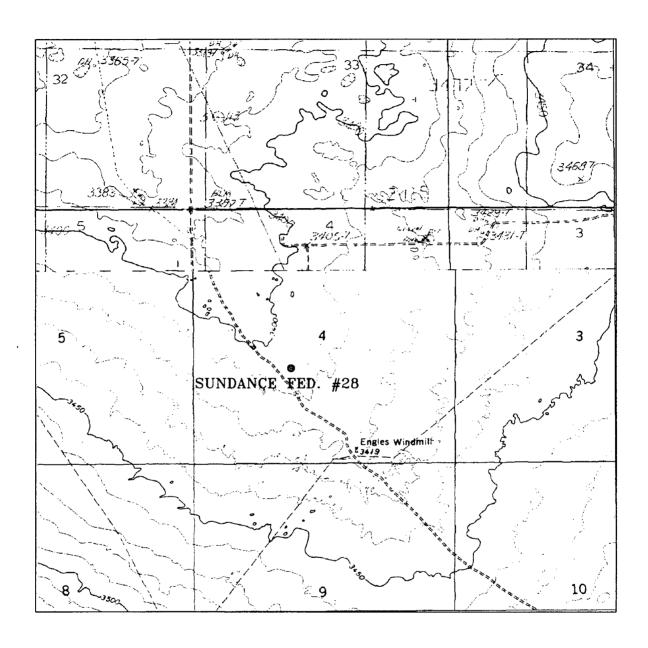
Date: 06-23-2004

72 Drawn By: K GOAD

4372A.DWG

THE SOUTH LINE AND 1980' FROM THE WEST LINE OF SECTION 4, TOWNSHIP 24 SOUTH, RANGE 31 EAST, N.M.P.M., EDDY COUNTY, NEW MEXICO.

Survey Date: 06-18-2004 Sheet 1 of 1 Sheets



SUNDANCE FEDERAL #28 Located at 1980' FSL and 1980' FWL Section 4, Township 24 South, Range 31 East, N.M.P.M., Eddy County, New Mexico.



P.O. Box 1786 1120 N. West County Rd. Hobbs, New Mexico 88241 (505) 393-7316 - Office (505) 392-3074 - Fax basinsurveys.com

W .O. Number:	4372AA — KJG CD#5
Survey Date:	06-18-2004
Scale: 1" = 20	000'
Date: 06-23-	-2004

POGO PRODUCING COMPANY

APPLICATION TO DRILL

POGO PRODUCING COMPANY SUNDANCE FEDERAL # 28 UNIT "K" SECTION 4 T24S-R31E EDDY CO. NM

In response to questions asked under Section II of Bulletin NTL-6 the following information on the above well is provided for your consideration.

- 1. Location: 1980' FSL & 1980' FWL SECTION 4 T24S-R31E EDDY CO. NM
- 2. Elevation above Sea Level: 3408' GR.
- 3. Geologic name of surface formation: Quaternery Aeolian Deposits.
- 4. <u>Drilling tools and associated equipment:</u> Conventional rotary drilling rig using drilling mud as a circulating medium for solids removal from hole.
- 5. Proposed drilling depth: 8400'
- 6. Estimated tops of geological markers:

Rustler Anhydrite	675 '	Cherry Canyon	5200'
Basal Anhydrite	4055'	Brushy Canyon	6440'
Delaware Lime	4280'	Bone Spring	8140'
Bell Canyon	4315'	Upper Bone Spring Sd.	8200'

7. Possible mineral bearing formations:

Brushy Canyon Oil

Bone Spring Oil

8. Casing program:

Hole size	Interval	OD of casing	Weight	Thread	Collar	Grade
25"	0-40*	20"	NA	NA	NA	Conductor
17½"	0-650'	13 3/8"	48#	8-R	ST&C	H-40
11"	0-4250'	8 5/8"	32#	8-R	ST&C	J-55
7 7/8"	0-8400'	41211	11.6#	8-R	LT&C	Л-80

APPLICATION TO DRILL

POGO PRODUCING COMPANY SUNDANCE FEDERAL # 28 UNIT "K" SECTION 4 T24S-R31E EDDY CO. NM

9. CEMENTING & CASING SETTING DEPTHS:

20"	Conductor	Set 40' of 20" conductor and cement to surface with Redi-mix.
13 3/8"	Surface	Set 650' of 13 3/8" $48\#$ H-40 ST&C casing. Cement with 800 Sx. of Class "C" cement + 2% CaCl, + $\frac{1}{2}\#$ Flocele/Sx. circulate cement to surface.
8 5/8"	Intermediate	Set 4250' of 8 $5/8$ " $32\#$ J-55 ST&C casing. Cement with 1500 Sx. of Class "C" cement + additives, circulate cement to surface.
4½"	Production	Set 8400' of $4\frac{1}{2}$ " 11.6# casing as follows: 1400' of $4\frac{1}{2}$ " 11.6# N-80 LT&C, 6000' of $4\frac{1}{2}$ " 11.6# J-55 LT&C, 1000' of $4\frac{1}{2}$ " 11.6# N-80 LT&C. Cement in 3 stages,DV Tools at 6200'±, & 3800'±. Cement 1st stage with 550 Sx. of Class "C" + additives, Cement 2nd stage with 750 Sx. of Class "C" cement + additives, Cement 3rd stage with 500 Sx. of Class "C" Light circulate to surface.

-10.PRESSURE CONTROL EQUIPMENT:

3000 SEE EXL. bit E-1

Exhibit "E" shows a 2000 PSI working pressure B.O.P. consisting of a stripper head instead of an annular preventor, blind rams, and pipe rams. This B.O.P. stack is being used because of substructure height limitations of the drilling rig being used to drill this well. Pressures encountered while drilling are not expected to exceed 1700 PSI at total depth, Pogo requests permission to 3rd party test of the B.O.P. after setting the intermediate casing at 4250'. The B.O.P. will be tested according to API specifications. Exhibit "E-1" shows a manually operated choke manifold as no remote B.O.P. equipment will be necessary.

11. PROPOSED MUD CIRCULATING SYSTEM:

DEPTH	MUD WT.	VISC.	FLUID LOSS	TYPE MUD
40-650'	8.4-8.7	29-32	NC	Fresh water spud mud use paper to control seepage
650-4250'	10.0-10.2	29–38	NC	Brine water use paper to control seepage and high viscosity sweeps to clean hole.
4250-8400 '	8.4-8.7	29-40	NC*	Fresh water mud use high viscosity sweeps to clean hole.

^{*} Water loss may be required in order to run open hole logs, DST's and casing, if required go to a Polymer mud system.

Sufficient mud materials to maintain mud properties, lost circulation, increased weight requirements, will be kept at the well site at all times. In order to run logs, casing, and DST's the viscosity and water loss may have to be altered. These mud materials will be on location.

APPLICATION TO DRILL

POGO PRODUCING COMPANY SUNDANCE FEDERAL # 28 UNIT "K" SECTION 4 T24S-R31E EDDY CO. NM

12. LOGGING, CORING, AND TESTING PROGRAM:

- A. Open hole logs: If two runs are necessary: run dual laterolog, SNP, LDT, Gamma Ray, Caliper from 4250' to 650', Gamma Ray-Neutron from 650' to surface. Run #2 Run dual Induction, SNP, LDT, Gamma Ray, Caliper from TD back to 8 5/8" casing shoe.
- B. No cores or DST's are planned at this time, a mud logger may be placed on hole at 4250' and remain on hole to TD.

13. POTENTIAL HAZARDS:

No abnormal pressures or temperatures are expected. There is no known presence of $\rm H^2S$ in this area. If $\rm H^2S$ is encountered the operator will comply with the provisions of Onshore Oil and Gas Order No. 6. No lost circulation is expected to occur. All personnel will be familiar with all aspects of safe operation of equipment being used to drill this well. Estimated BHP 4250 PSI, and Estimated BHT 165°.

14. ANTICIPATED STARTING DATE AND DURATION OF OPERATION:

Road and location construction will begin after the BLM has approved the APD. Anticipated spud date will be as soon after BLM approval and as soon as a rig will be available. Move in operation and drilling is expected to take 28 days. If production casing is run then an additional 30 days will be needed to complete well and construct surface facilities and/or lay flowlines in order to place well on production.

15. OTHER FACETS OF OPERATIONS:

After running casing, cased hole Gamma Ray, Neutron Collar logs will be run from TD back to all possible productive zones. The <u>Delaware</u> formation will be perforated and stimulated in order to establish production. The well will be swab tested and potentialed as an oil well.

HYDROGEN SULFIDE DRILLING OPERATIONS PLAN

- 1. All Company and Contract personnel admitted on location must be trained by a qualified H₂S safety instructor to the following:
 - A. Characteristics of H₂S
 - B. Physical effects and hazzards
 - C. Proper use of safety equipment and life support systems.
 - D. Principle and operation of H₂S detectors, warning system and briefing areas.
 - E. Evacuation procedure, routes and first aid.
 - F. Proper use of 30 minute pressure demand air pack.
- 2. H₂S Detection and Alarm Systems
 - A. H₂S detectors and audio alarm system to be located at bell nipple, end of blooie line (mud pit) and on derrick floor or doghouse.
- 3. Windsock and/or wind streamers
 - A. Windsock at mudpit area should be high enough to be visible.
 - B. Windsock at briefing area should be high enough to be visible.
 - C. There should be a windsock at entrance to location.
- 4. Condition Flags and Signs
 - A. Warning sign on access road to location.
 - B. Flags to be displayed on sign at entrance to location. Green flag, normal safe condition. Yellow flag indicates potential pressure and danger. Red flag, danger, H2S present in dangerous concentration. Only emergency personnel admitted to location.
- 5. Well control equipment
 - A. See exhibit "E" & "E-1"
- 6. Communication
 - A. While working under masks chalkboards will be used for communication.
 - B. Hand signals will be used where chalk board is inappropriate.
 - C. Two way radio will be used to communicate off location in case of emergency help is required. In most cases cellular telephoned will be available at most drilling foreman's trailer or living quarters.
- 7. Drillstem Testing
 - A. Exhausts will be watered.
 - B. Flare line will be equipped with an electric ignitor or a propane pilot light in case gas reaches the surface.
 - C. If the location is near to a dwelling a closed DST will be performed.

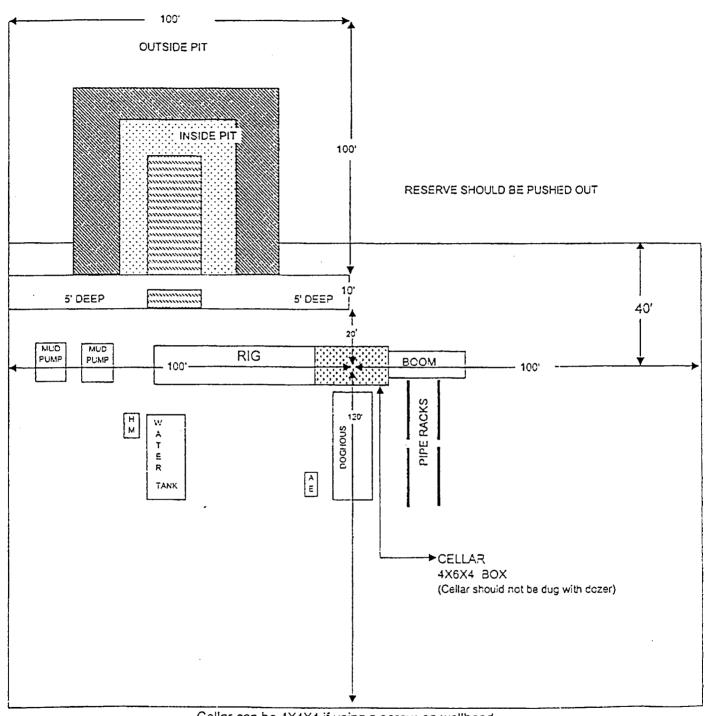
- 8. Drilling contractor supervisor will be required to be familiar with the effects H2S has on tubular goods and other mechanical equipment.
- 9. If H_2S is encountered, mud system will be altered if necessary to maintain control of formation. A mud gas seperator will be brought into service along with H_2S scavengers if necessary.

SURFACE USE PLAN

POGO PRODUCING COMPANY SUNDANCE FEDERAL # 28 UNIT "K" SECTION 4 T24S-R31E EDDY CO. NM

- 1. EXISTING ROADS: Area maps, Exhibit "B" is a reproduction of a County General Hi-way Map. Exhibit "C" is a reproduction of a USGS Topographic map, showing existing and proposed roads. All existing roads will be maintained in a condition equal to or better than current conditions. Any new roads will be constructed to BLM specifications.
 - A. Exhibit "A" shows the location of the proposed well site as staked.
 - B. From Hobbs New Mexico take U.S. Hi-way 62-180 West toward Carlsbad go 40± miles to the WIPP road. Turn Left go 13 miles South to CR 802, turn Right follow CR-802 4.2 miles to State Hi-way 128, turn Left go 3.4 miles, turn Right go 2.8 miles, turn Left (East) go .3 miles, bear Right go .25 miles to location on the East side of road.
 - C. Flowlines and Powerlines will be constructed along lease roads or on existing R-O-W's, as shown on Exhibits "C" & "F".
- 2. PLANNED ACCESS ROADS: No new roads will be required.
 - A. The access road will be crowned and ditched to a 12' wide traveled surface with a 40' Right-of-Way.
 - B. Gradient on all roads will be less than 5% if possible.
 - C. Turn-outs will be constructed where necessary.
 - D. If needed the roads will be surfaced to the BLM requirements with material obtained from from a local source.
 - E. Center line for the new access road will be flagged.
 - F. The road will be constructed to utilize low water crossings where drainage currently exist, and Culverts will be installed where necessary.
- 3. EXHIBIT "A-1" SHOWS WELLS AND DRY HOLES WITHIN A 1 MILE RAIDUS.
 - A. Water wells One located approximately .8 miles South of location.
 - B. Disposal walls None known
 - C. Drilling wells None known
 - D. Producing wells As shown on Exhibit "A-1"
 - E. Abandoned wells As shown on Exhibit "A-1"

LOCATION SPECIFICATIONS AND RIG LAYOUT FOR EARTH PITS



Cellar can be 4X4X4 if using a screw-on wellhead Working Pits dug 5' below ground level

Location Specs

EXHIBIT "D"
RIG LAY OUT PLAT

POGO PRODUCING COMPANY SUNDANCE FEDERAL # 28 UNIT "K" SECTION 4 T24S-R31E EDDY CO. NM

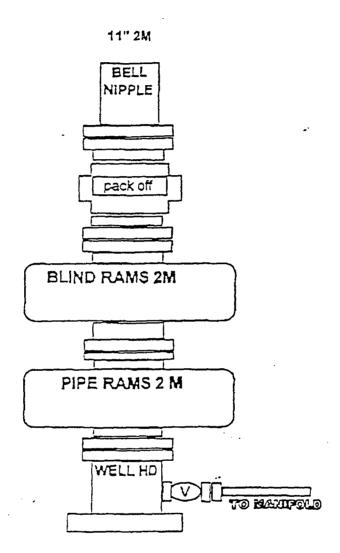


EXHIBIT "E"
SKETCH OF B.O.P. TO BE USED ON

POGO PRODUCING COMPANY SUNDANCE FEDERAL # 28 UNIT "K" SECTION 4 T24S-R31E EDDY CO. NM

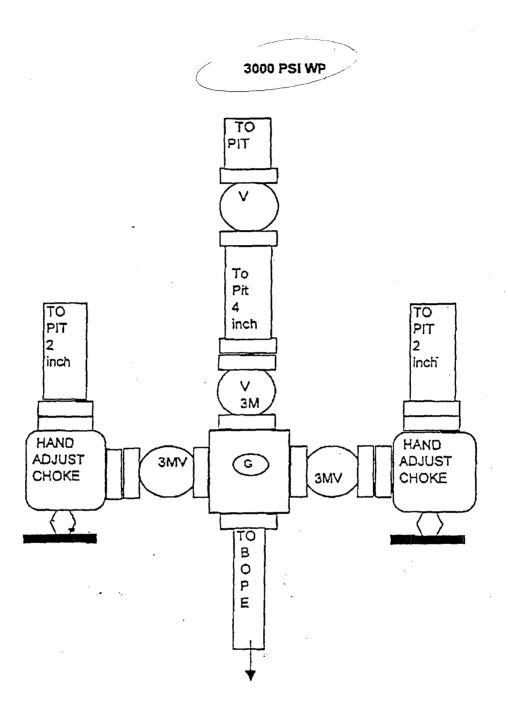


EXHIBIT "E-1"
SKETCH OF CHOKE MANIFOLD

POGO PRODUCING COMPANY SUNDANCE FEDERAL # 28 UNIT "K" SECTION 4 T24S-R31E EDDY CO. NM