. 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

State of New Mexico Energy Minerals and Natural Resources

Form C-101 March 4, 2004

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

Submit to appropriate District Office State Lease - 6 Copies Fee Lease - 5 Copies

District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 AMENDED REPORT APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE POGO PRODUCING COMPANY ² OGRID Number 17891 P.O. BOX 10340 MIDLAND, TEXAS 79702-7340 API Number 015-33446 Property Code Property 26401 LOST TANK "35" STATE 15 Surface Location North/South line UL or lot no. Section Township Range Lot Idn Feet from the Feet from the East/West line County 35 21S 31E 16501 EDDY 330 NORTH WEST r Proposed Bottom Hole Location If Different From Surface UL or lot so. Section Township Feet from the North/South line Range Lot Idn Feet from the East/West line County 9 Proposed Pool 1 10 Proposed Pool 2 LOST TANK-DELAWARE (40299)Drilling Pit Location and Other Information UL or lot no. North/South line Feet from the Section Township Lot Idn Feet from the East/West line Range County 1650' WEST EDDY 330' NORTH C 35 21S 31E Depth to Distance from neare Distance from nearest surface water NOVA TANK 2.75 miles W. ground water 150' fresh water well .6 miles 11 Work Type Code 12 Well Type Code Lease Type Code Ground Level Elevation Cable/Rotary 35061 ROTARY S 16 Multiple ¹⁹ Contractor 20 Soud Date Proposed Depth Formation NO 8350' WHEN APPROVED DELAWARE ²¹ Proposed Casing and Cement Program Hole Size Casing weight/foot Setting Depth Sacks of Coment Estimated TOC Casing Size 25" 20" NA 40' Redi-mix SURFACE 17岁" 13 3/8" 48 800' 800 Sx. SURFACE 41" 8 5/8" 32 4150' 1500 Sx. SURFACE 7 7/8" 51/11 1650 Sx 17 & 15.5 83501 BURFACE Describe the proposed program. If this application is to DEEPEN or PLUG BACK, give the data on the present productive zone and proposed new productive zone and proposed new productive zone. Describe the blowout prevention program, if any. Use additional sheets if necessary. JUN 0 2 2004 SEE ATTACHMENT PRIMARTERIA 23 I hereby certify that the information given above is true and complete to the OIL CONSERVATION DIVISION best of my knowledge and belief. I further certify that the drilling pit will be an (attached) alternative OCD-approved plan Approved by:

Janco Signature: Title: Printed name Íoe Т. Approval Date: Expiration Date: Title: E-mail Address Conditions of Approval: 505-391-8503 Attached

- 1. Drill 25" hole to 40'. Set 40' of 20" consuctor pipe and cement to surface with Redimix.
- 2. Drill $17\frac{1}{2}$ " hole to 800'. Run and set 800' of 13 3/8" 48# H-40 ST&C casing. Cement with 800 Sx. of Class "C" cement + $\frac{1}{4}$ # Flocele/Sx, + 2% CaCl, circulate cement to surface.
- 3. Drill 11" hole to 4150'. Run and set 4150' of 8 5/8" 32# J-55 ST&C casing. Cement with 1500 Sx. of Class "C" cement + 2% CaCl, + $\frac{1}{4}\#$ Flocels/Sx, circulate cement to surface.
- 4. Drill 7 7/8" hole to 8350'. Run and set 8350' of 5½" casing as follows: 2350' of 17# J-55 LT&C, 5000' of 5½" 15.5# J-55 LT&C, 1000' of 5½" 17# J-55 LT&C casing. Cement in 3 stages, DV Tools at 6100' & 3700'±. Cement 1st stage with 650 Sx. of Class "H" cement + additives, Cement 2nd stage with 600 Sx. of Class "C" cement + additives, Cement 3rd stage with 400 Sx. of Class "C" cement + additives. Circulate cement to surface.

State of New Mexico

DISTRICT I P.O. Box 1980, Hobbs, NM 88241-1980 Energy, Minerals and Natural Resources Department

Form C-102 Revised February 10, 1994 Submit to Appropriate District Office

DISTRICT II

P.O. Drawer DD, Artesia, NM 88211-0719

OIL CONSERVATION DIVISION P.O. Box 2088

State Lease - 4 Copies Fee Lease - 3 Copies

DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410 Santa Fe, New Mexico 87504-2088

DISTRICT IV P.O. BOX 2088, SANTA PE, N.M. 87504-2088	WELL LOCATION AND	ACREAGE DEDICATION PLAT	□ AMENDED REPORT
API Number	Pool Code	Pool Name	
	40299	LOST TANK-DELAWARE	
Property Code		erty Name	Well Number
26401	LOST TANI	("35" STATE	15
OGRID No.	Oper	ator Name	Elevation
17891	POGO PRODU	CING COMPANY	3506'

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
С	35	21-S	31-E	'	330'	NORTH	1650'	WEST	EDDY

Bottom Hole Location If Different From Surface

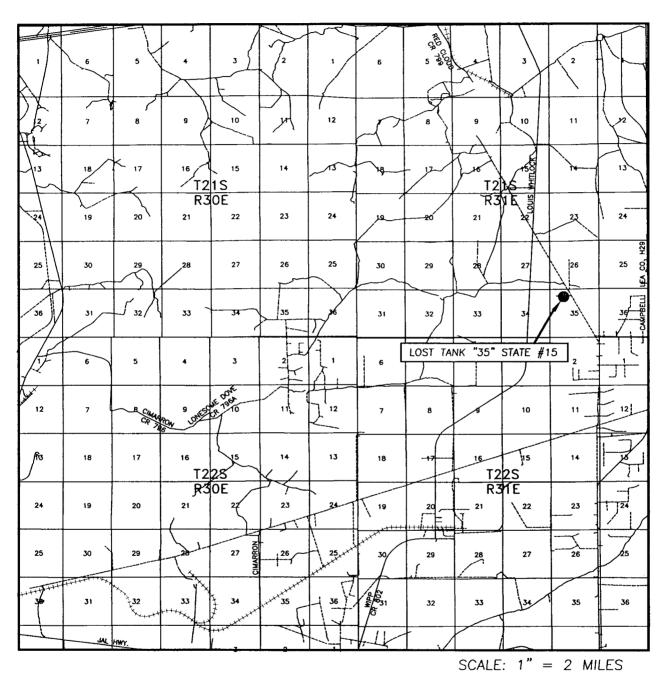
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Dedicated Acres	Joint o	r Infill C	Consolidation	Code 0	der No.				
40									

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED

OR A NON-STANDARD UNIT HAS BEEN APPROVED B	BY THE DIVISION
GEODETIC COORDINATES NAL 27 NME Y=5.4742.7 N X=6°9555.3 E LAT.=3.1°26'28.63" N LONG.=1 3'45'04.72" W	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 06/01/04 Date SURVEYOR CERTIFICATION 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. MAY 18, 2004 Date Surveyed Seal of Type Professional Surveyor Professional Surveyor O4.11.0588 Certificate No. GARY Filson 12841

	OUNTY,				, , , ,	W MEXICO
			600'			
'						
						P
			' NORTH			' ♣
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						\$\psi\$
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	150' WEST	LOST TANK	"35" STATE #15	150' EA		
,009	<i>0FFSET</i> □ <i>3508.9</i> ′		0	☐ <i>OFFSE</i> 3508.7		,009
	3308.9		7. 3506.2' 126'28.63" N	3308.7	•	I
1			20 20.03 N 3°45'04.72" W			1
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ı		0	' SOUTH FFSET			'
		3.	509.5			
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			600'			
DIRECTIONS =	TO 1004T/01/					
DIRECTIONS T			100	0	100	200 Feet
	ITERSECTION OF U.S. HI RD. GO SOUTH ON W.I.		BEEE	- i		
(LOUIS WHITL	OCK) APPROX. 4.8 MILE	S, TURN LEFT		Scale: 1 "= 1		
	ELINE ROAD, AND GO 1. APPROX. 350' WEST.	8 MILES.	POG	O PROD	DUCING	CO.
			LOS	T TANK "35" ST	ATE #15 WELL	
			LOCATED	330 FEET FROM T FROM THE WE	1 THE NORTH .	
1	PROVIDING SURVEYING SER	VICES	TOWNSHIP .	21 SOUTH, RANG EDDY COUNTY, NE	E 31 EAST, N.	
	SINCE 1946 JOHN WEST SURVEYING (COMPANY				f 1 Ct 1
	412 N. DAL PASO HOBBS, N.M. 88240		Survey Date: 05/ W.O. Number: 04.1		eet 1 o : J. RIVERO	f 1 Sheets Rev 1:N/A
	(505) 393-3117)	Hamber. 04.7	Disk: CD#10	. U. MITLINU	1.19/1

VICINITY MAP



SEC. 35 TWP. 21-S RGE. 31-E

SURVEY N.M.P.M.

COUNTY EDDY

DESCRIPTION 330' FNL & 1650' FWL

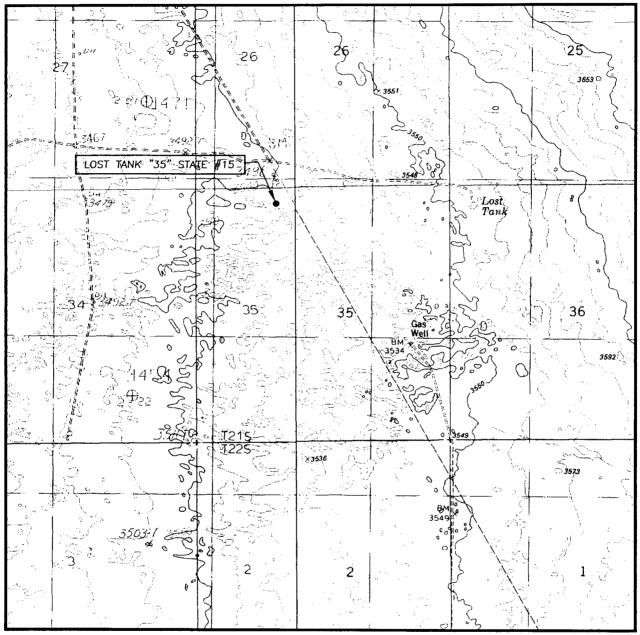
ELEVATION 3506'
POGO
OPERATOR PRODUCING COMPANY

LEASE LOST TANK "35" STATE





LOCATION VERIFICATION MAP



SCALE: 1" = 2000'

CONTOUR INTERVAL: LIVINGSTON RIDGE, N.M. - 10'

SEC. 35 TWP. 21-S RGE. 31-E

SURVEY N.M.P.M.

COUNTY EDDY

DESCRIPTION 330' FNL & 1650' FWL

ELEVATION 3506' POGO

OPERATOR PRODUCING COMPANY

LEASE LOST TANK "35" STATE

U.S.G.S. TOPOGRAPHIC MAP
THE DIVIDE, N.M.



PROVIDING SURVEYING SERVICES
SINCE 1946
JOHN WEST SURVEYING COMPANY
412 N. DAL PASO
HOBBS, N.M. 88240
(505) 383-3117



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

State of New Mexico Energy Minerals and Natural Resources

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

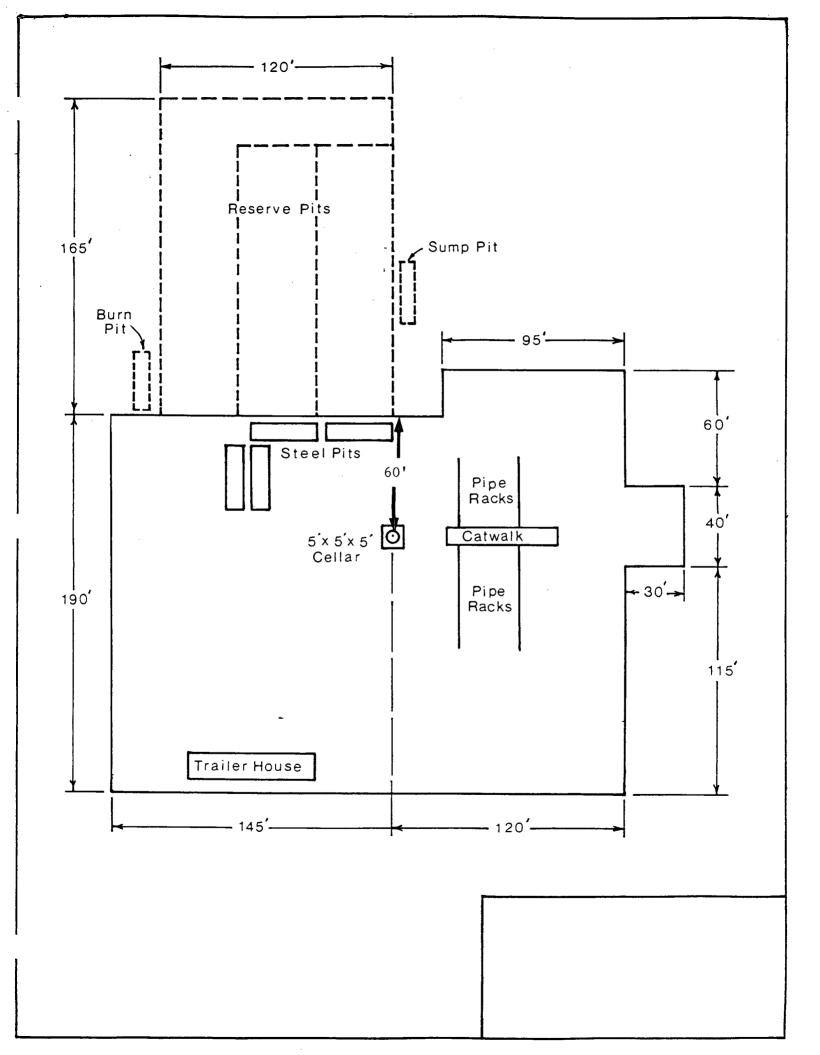
Form C-144 March 12, 2004

For drilling and production facilities, submit to appropriate NMOCD District Office.

For downstream facilities, submit to Santa Fe

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

Type of action. Registration of a pit of	r delow-glade tank [] Closure of a pit of below-grad	ic tank [_]					
Operator: POGO PRODUCTNG COMPANY Telephone4	32-685-84- 666 address:						
	Address: P.O. BOX 10340 MIDLAND, TEXAS 79702-7340						
	Facility or well name:API #:U/L or Qtr/QtrSecTR County: Eddy						
County: Eddy Latitude 32°26'29" Longitude 103°	245 '05" NAD: 1927 □ 1983 □ Surface Ow	vner Federal ☐ State ☒ Private ☐ Indian ☐					
outhy.							
<u>Pit</u>	Below-grade tank						
Type: Drilling 🗓 Production 🗌 Disposal 🗌	Volume:bbl Type of fluid:						
Workover Emergency	Construction material:						
Lined Unlined	Double-walled, with leak detection? Yes If not	explain why not					
Liner type: Synthetic Thickness 20 mil Clay Volume	Double-waited, with leak detection: 103 11 not	, explain why not.					
, – – .–							
<u>1500</u> ьы							
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)					
water or another ground water,	100 feet or more X	(0 points)					
Wellhead protection area: (Less than 200 feet from a private domestic	Yes	(20 points)					
water source, or less than 1000 feet from all other water sources.)	No X	(0 points)					
water source, or less than 1000 feet from an other water sources.)							
Distance to surface water: (horizontal distance to all wetlands, playas,	Less than 200 feet	(20 points)					
irrigation canals, ditches, and perennial and ephemeral watercourses.)	200 feet or more, but less than 1000 feet	(10 points)					
and optionion water out of the state of the	1000 feet or more X	(0 points)					
	Ranking Score (Total Points)						
If this is a pit closure: (1) attach a diagram of the facility showing the pit's	relationship to other equipment and tanks. (2) Indicat	te disposal location:					
onsite offsite from If offsite, name of facility	(3) Attach a general description of remedial action	on taken including remediation start date and end					
date. (4) Groundwater encountered: No 🔲 Yes 🔲 If yes, show depth belo							
diagram of sample locations and excavations.		()					
I hereby certify that the information above is true and complete to the best of	my knowledge and belief. I further certify that the	above-described pit or below-grade tank has					
been/will be constructed or closed according to NMOCD guidelines 3, a Date: 06/01/04	general permit . of an (attached) alternative OC	CD-approxed plan [].					
	Signature Tole The	122					
		de misse sent a marie de marie de marie					
Your certification and NMOCD approval of this application/closure does not otherwise endanger public health or the environment. Nor does it relieve the							
regulations.		, ,					
Approval:							
Date:							
Printed Name/Title	Signature						



INTREPID MINING NM, LLC CARLSBAD, NEW MEXICO

May 25, 2004

POGO PPRODUCING COMPANY P.O. Box 10340 Midland, TX 79702-7340 Attention: Mr. R. Scott McDaniel

> Re: Lost Tank "35" State No. 15 Well 330' FNL and 1,650' FWL Section 35, T-21-S, R-31-E Eddy County, New Mexico

Dear Mr. McDaniel:

Intrepid Mining NM, LLC. offers no objection to the drilling of the Lost Tank "35" State No. 15 Well by POGO Producing Company.

Sincerely,

Thous to militan

Thomas A. McGuire Senior Mine Engineer

cc: Attention: Mr. Jeff Albers New Mexico State Land Office Oil, Gas and Minerals Division P.O. Box 1148 Santa Fe, NM 87504-1148

> Attention: Tim Gum Oil Conservation Division 1301 W. Grand Avenue Artesia, NM 88210

P.O. BOX 101 • 35 MILES EAST HIGHWAY 62-180 • CARLSBAD, NEW MEXICO • 882

PHONE: (505) 234-3814 • FAX: (505) 887-0929



June 1, 2004

Oil Conservation Division Attn: Mr. Brian Arrant 1301 W. Grand Ave. Artesia, NM 88210

RE: Lost Tank 35 State #15 330' FNL & 1650' FWL Section 35, T21S, R31E Eddy County, NM H2S Contingency Plan

Mr. Arrant:

Pogo Producing Company has done extensive drilling in the Lost Tank Delaware field. Pogo has yet to find H2S bearing formations. As a matter of precaution H2S monitoring equipment is on location while drilling the evaporite section.

Sincerely,

POGO PRODUCING COMPANY

Richard L. Wright **Division Operations Manager**

Submit 3 Copies To Appropriate District Office	State of New 1		Form C-103
District I 1625 N. French Dr., Hobbs, NM 88240	Energy, Minerals and N	atural Resources	WELL API NO.
District II	OIL CONSERVATION	ON DIVISION	
1301 W. Grand Avc., Artesia, NM 88210 District III	1220 South St. F	Ï	5. Indicate Type of Lease STATE X FEE
1000 Rio Brazos Rd., Aztec, NM 87410 District IV	Santa Fe, NM	87505	6. State Oil & Gas Lease No.
1220 S. St. Francis Dr., Santa Fe, NM 87505			V-3604
SUNDRY NOTIC	CES AND REPORTS ON WEL		7. Lease Name or Unit Agreement Name
(DO NOT USE THIS FORM FOR PROPOS DIFFERENT RESERVOIR. USE "APPLIC) FOR SUCH	Lost Tank 35 State
PROPOSALS.) 1. Type of Well:		RECEIVED	8. Well Number
Oil Well XX Gas Well	Other	MAY 2 7 2004	15
2. Name of Operator		BEB-ARTESIA	9. OGRID Number
Pogo Producing Compa 3. Address of Operator	ny	OOD-AHIESIA	017891 10. Pool name or Wildcat
P. O. Box 10340, Mid	land, TX 79702-734	0	Lost Tank Delaware
4. Well Location	, ,		LOSC TAIR DETAWATE
Unit Letter C .	660 feet from the North	th	1980 feet from the West line
Cint Bottoi	reet from the	line and	
Section 35		Range 31E	NMPM Eddy County
the production of the same	11. Elevation (Show whether)	DR, RKB, RT, GR, etc.)	
Pit or Below-grade Tank Application (For	pit or below-grade tank closures, a f	orm C-144 must be attache	<u>d)</u>
Pit Location: ULSectTwp	Rng Pit type	Depth to Groundwater	Distance from nearest fresh water well
Distance from nearest surface water	Below-grade Tank Location U	JLSectTwp	;
feet from theline and	feet from theline		
		•	
	appropriate Box to Indicate		
NOTICE OF IN			SEQUENT REPORT OF:
PERFORM REMEDIAL WORK	PLUG AND ABANDON [REMEDIAL WOR	K ALTERING CASING
TEMPORARILY ABANDON	CHANGE PLANS	COMMENCE DRI	
PULL OR ALTER CASING	MULTIPLE COMPLETION	CASING TEST AI	ABANDONMENT ND
OTHER:		OTHER: Con	
	_		rect C-144
of starting any proposed wo or recompletion.	rk). SEE RULE 1103. For Mu	all pertinent details, and all tiple Completions: At	tach wellbore diagram of proposed completion
Dago Droducina Ca	mnony wighos to some of	tho C 144 filed	n the chare continued11
	mpany wishes to correct ness of the pit liner from		n the above captioned well
requirements.	iess of the pit filler from	12 1111 to 20 1111 to	o fullifi current
I hereby certify that the information grade tank has been/will be constructed or	ahove is true and complete to the	ne best of my knowledg	e and helief. I further cortifu that any nit or helow-
	closed according to NMOCO guideling	nes . a general permit	or an (attached) alternative OCD-annroyed plan .
SIGNATURE Cathy U	closed according to NMOS guideling	nes □, a general permit □ 3 Sr. Operatio	or an (attached) alternative OCD-approved plan DATE 05/26/04
SIGNATURE Cothy Usi	closed according to NMOS guideling to NMOS guide	nes□,ageneralpermit□ ESr. Operation qhtc@pogoproduo	or an (attached) alternative OCD-approved plan Don Tech
SIGNATURE Cothy U	closed according to NMOS guideling to NMOS guide	nes □, a general permit □ 3 Sr. Operatio	or an (attached) alternative OCD-approved plan DATE 05/26/04
SIGNATURE Cathy Wright	closed according to NMOS guideling TITLE Wri	nes [], a general permit [] Sr. Operation ghtc@pogoproduon il address:	or an (attached) alternative OCD-approved plan Don Tech