



**NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT**

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

October 18, 1999

CNG Producing Company
c/o Miller, Stratvert & Torgerson, P.A.
P. O. Box 1986
Santa Fe, New Mexico 87504-1986

Attention: J. Scott Hall

Re: Division Case No. 12273 - Application of Pogo Producing Company to drill its proposed Red Tank "33" Federal Well No. 1 at an unorthodox oil well location 10 feet from the North and East lines (Unit A) of Section 33, Township 22 South, Range 32 East, NMPM, Lea County, New Mexico, in order to test both the Delaware and Bone Spring formations. The NE/4 NE/4 of Section 33 is to be dedicated to this well in order to form a standard 40-acre oil spacing and proration unit for both the Undesignated West Red Tank-Delaware Pool and the Undesignated Red Tank-Bone Spring Pool.

Dear Mr. Hall:

The Pogo Producing Company application that you referenced in your letter of objection dated October 15, 1999 has been placed on the November 4, 1999 Examiner's hearing docket.

Should you have any questions or comments concerning this matter, please contact me in Santa Fe at (505) 827-8185.

Thank you.

Sincerely,

A handwritten signature in black ink, appearing to read "Michael E. Stogner".

Michael E. Stogner
Chief Hearing Officer/Engineer

cc: New Mexico Oil Conservation Division – Hobbs
U. S. Bureau of Land Management - Carlsbad
James Bruce, Legal Counsel for Pogo Producing Company - Santa Fe



**NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT**

2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

October 12, 1999

12773

Pogo Producing Company
c/o **James Bruce**
P. O. Box 1056
Santa Fe, New Mexico 87504

Re: *Administrative application on behalf Pogo Production Company for authorization to drill its Red Tank "33" Federal Well No. 1 in order to test both the Undesignated West Red Tank-Delaware Pool and the Undesignated Red Tank-Bone Spring Pool at an unorthodox oil well location for both intervals 10 feet from the North and East lines (Unit A) of Section 33, Township 22 South, Range 32 East, NMPM, Lea County, New Mexico.*

Dear Mr. Bruce:

This application will require a hearing for further review [see Division Rule 104.F(5)]; it will therefore be placed on the next available docket scheduled for November 4, 1999.

Sincerely,

Michael E. Stogner
Chief Hearing Officer/Engineer

cc: New Mexico Oil Conservation Division – Hobbs
U. S. Bureau of Land Management – Carlsbad
Kathy Valdes. NMOCD – Santa Fe