



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

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

August 30, 1998

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

Administrative Order NSL-4120

Dear Mr. Bruce:

Reference is made to your application on behalf of the operator, Pogo Producing Company ("Pogo"), dated July 31, 1998, for an unorthodox Delaware oil well location for its proposed Lost Tank "3" Federal Well No. 4 to be drilled 1330 feet from the North line and 330 feet from the West line (Unit E) of Section 3, Township 22 South, Range 31 East, NMPM, West Lost Tank-Delaware Pool, Eddy County, New Mexico. The SW/4 NW/4 of Section 3 is to be dedicated to the well in order to form a standard 40-acre oil spacing and proration unit.

It is our understanding the proposed Lost Tank "3" Federal Well No. 4 is within the Oil/Potash "R-111-P" area, and is therefore subject to all applicable restrictions and rules therein. Further, it is our understanding the original location proposed by Pogo for this well, which was to be at a standard oil well location 1650 feet from the North line and 660 feet from the West line of Section 3, was unacceptable to the U.S. Bureau of Land Management based on "potash concerns," but a move 460 feet to the northwest was acceptable.

Also, all of Section 3 and Lots 1, 2, and 3, the S/2 N/2, and the S/2 of Section 4, Township 22 South, Range 31 East, NMPM, Eddy County, New Mexico is a single Federal lease (U. S. Government lease No. NM-0417696) in which Pogo is the operator; therefore, there are no affected offsets to the subject 40-acre tract other than Pogo.

The subject application has been duly filed under the provisions of Rule 104.F of the General Rules and Regulations of the New Mexico Oil Conservation Division ("Division").

By the authority granted me under the provisions of Division General Rule 104.F(2), the above-described unorthodox oil well location within the West Lost Tank-Delaware Pool is hereby approved.

Sincerely,

Lori Wrotenbery
Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Artesia
U. S. Bureau of Land Management - Carlsbad



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

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

October 26, 1998

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

AMENDED
Administrative Order NSL-4120

Dear Mr. Bruce:

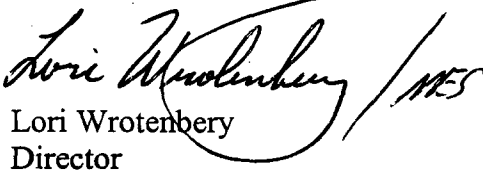
Reference is made to your application on behalf of the operator, Pogo Producing Company ("Pogo"), dated September 23, 1998 requesting that Division Administrative Order NSL-4120 be amended to reflect a location change to a less unorthodox gas well location for its proposed Lost Tank "3" Federal Well No. 4 (30-015-30418).

Division Order NSL-4120, dated August 30, 1998, authorized Pogo to drill its Lost Tank "3" Federal Well No. 4 at an unorthodox oil well location within the West Lost Tank-Delaware Pool 1330 feet from the North line and 330 feet from the West line (Unit E) of Section 3, Township 22 South, Range 31 East, NMPM, Eddy County, New Mexico. The SW/4 NW/4 of Section 3 to be dedicated to the well in order to form a standard 40-acre oil spacing and proration unit for this pool.

It is our understanding that a move of 150 feet to the east is at the request of the U. S. Bureau of Land Management in order to avoid a sand dune.

By the authority granted me under the provisions of Division General Rule 104.F(2), Division Administrative Order NSL-4120 is hereby amended to reflect a location change for the Lost Tank "3" Federal Well No. 4 to be drilled an unorthodox oil well location that is 1330 feet from the North line and 480 feet from the West line (Unit E) of Section 3. All other provisions of Division Order NSL-4120 shall remain in full force and effect until further notice.

Sincerely,

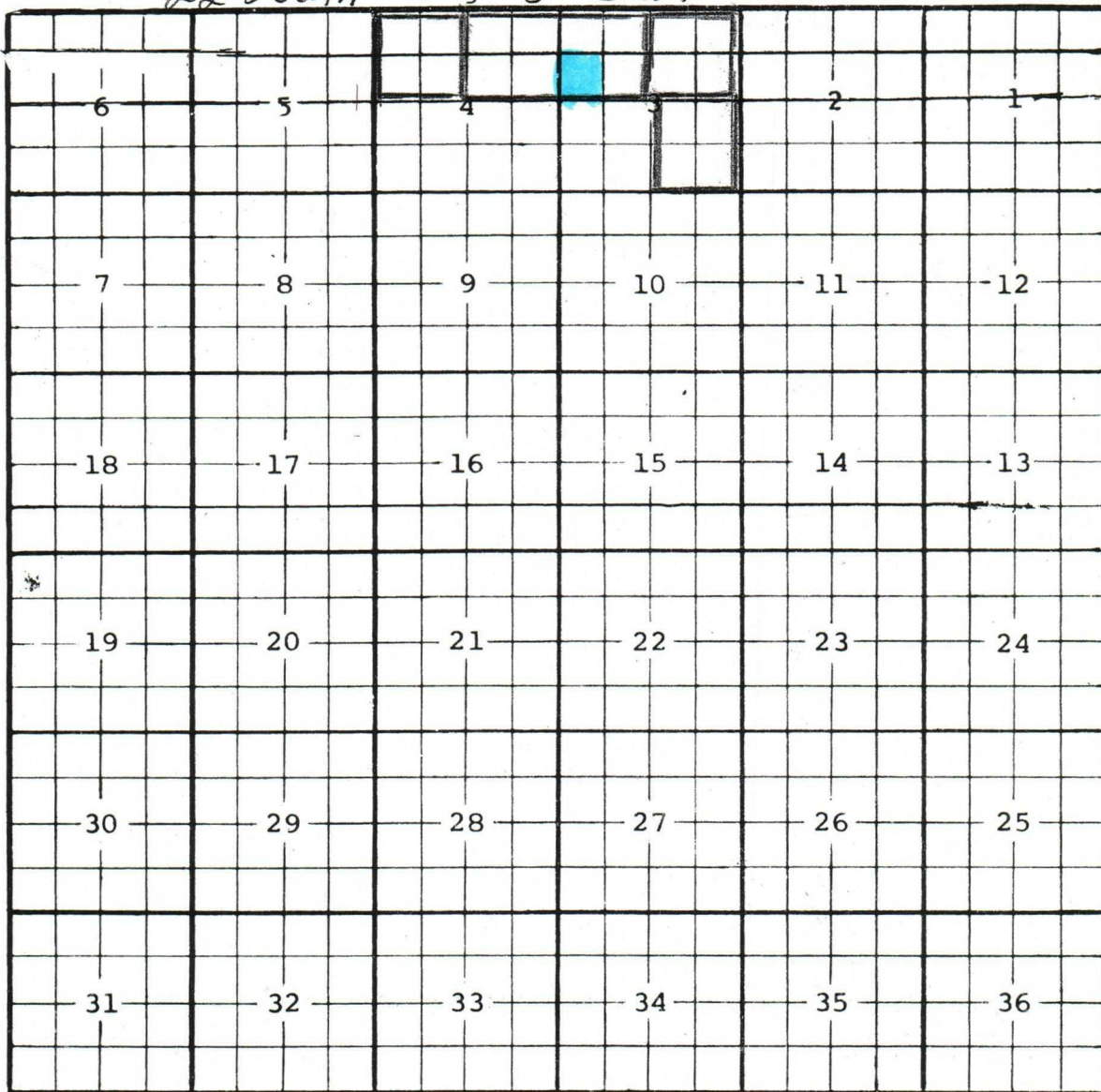

Lori Wrotenbery
Director

LW/MES/kv

cc: New Mexico Oil Conservation Division - Artesia
U. S. Bureau of Land Management - Carlsbad
File: NSL-4120

County Eddy Pool West Lost Tank- Delaware

TOWNSHIP 22 South Range 31 East NMPM



Description: NW 1/4 Sec. 4 (R-10787, 4-9-97)

Ext: NW 1/4 Sec. 3, NE 1/4 Sec. 4 (R-10951, 2-4-98) Ext: NE 1/4 Sec. 3 (A-11384, 5-25-00)

Ext: SE 1/4 Sec. 3 (A-12003, 8-11-03)

CMD : ONGARD 03/23/04 13:18:23
 OG6IWCM INQUIRE WELL COMPLETIONS OGOMES -TPVQ

API Well No : 30 15 30418 Eff Date : 11-29-1998 WC Status : A
 Pool Idn : 96582 LOST TANK; DELAWARE, WEST
 OGRID Idn : 17891 POGO PRODUCING CO
 Prop Idn : 20943 LOST TANK 3 FEDERAL

Well No : 004
 GL Elevation: 3474

U/L Sec Township Range North/South East/West Prop/Act(P/A)

 B.H. Locn : E 3 22S 31E FTG 1330 F N FTG 480 F W P
 Lot Identifier:
 Dedicated Acre: 40.00
 Lease Type : F
 Type of consolidation (Comm, Unit, Forced Pooling - C/U/F/O) :

M0025: Enter PF keys to scroll
 PF01 HELP PF02 PF03 EXIT PF04 GOTO PF05 PF06
 PF07 PF08 PF09 PF10 NEXT-WC PF11 HISTORY PF12 NXTREC

CMD : ONGARD 03/23/04 13:18:33
 OGGIPRD INQUIRE PRODUCTION BY POOL/WELL OGGMES -TPVQ
 Page No: 1

OGRID Identifier : 17891 POGO PRODUCING CO
 Pool Identifier : 96582 LOST TANK, DELAWARE, WEST
 API Well No : 30 15 30418 Report Period - From : 01 2003 To : 01 2004

API Well No	Property Name	Prodn. Days MM/YY Prod	Production Volumes Gas Oil	Well Water Stat
30 15 30418	LOST TANK 3 FEDERAL	01 03 31	2852 1399	2370 P
30 15 30418	LOST TANK 3 FEDERAL	02 03 28	2613 1284	1942 P
30 15 30418	LOST TANK 3 FEDERAL	03 03 31	2856 1240	2295 P
30 15 30418	LOST TANK 3 FEDERAL	04 03 30	2769 1185	2211 P
30 15 30418	LOST TANK 3 FEDERAL	06 03 30	2897 1141	2060 P
30 15 30418	LOST TANK 3 FEDERAL	07 03 31	2998 1113	2367 P
30 15 30418	LOST TANK 3 FEDERAL	08 03 31	2558 1150	2148 P

Reporting Period Total (Gas, Oil) :

M0025: Enter PF keys to scroll

PF01 HELP PF02 PF03 EXIT PF04 GOTO PF05 PF06 CONFIRM
 PF07 BKWD PF08 FWD PF09 PF10 NXTPool PF11 NXTOGD PF12

CMD :
OG6IPRD

ONGARD

03/23/04 13:18:36

OGOMES -TPVQ

Page No: 2

OGRID Identifier : 17891 POGO PRODUCING CO

Pool Identifier : 96582 LOST TANK; DELAWARE, WEST

API Well No : 30 15 30418 Report Period - From : 01 2003 To : 01 2004

API Well No	Property Name	Prodn. Days MM/YY Prod	Production Volumes Gas Oil Water	Well Stat
30 15 30418	LOST TANK 3 FEDERAL	09 03 24	2150 903 1620	P
30 15 30418	LOST TANK 3 FEDERAL	10 03 30	2511 1085 1914	P
30 15 30418	LOST TANK 3 FEDERAL	11 03 30	2693 1099 1919	P
30 15 30418	LOST TANK 3 FEDERAL	12 03 31	2740 1138 2246	P
30 15 30418	LOST TANK 3 FEDERAL	01 04 31	2676 1075 1365	P

Reporting Period Total (Gas, Oil) : 32313 13812 24457

E0049: User may continue scrolling.

PF01 HELP PF02 PF03 EXIT PF04 GOTO PF05 PF06 CONFIRM
PF07 BKWD PF08 FWD PF09 PF10 NXTPPOOL PF11 NXTOGD PF12