



March 2, 1998

POGO Producing Company 300 North Marienfeld, Suite 600 Midland, TX 79702-7340

Attention: Mr. R. Scott McDaniel, Senior Landman

Re: Lost Tank Prospect NM-621 Lost Tank "35" State Well No. 4 Section 35, T-21-S, R-31-E Eddy County, New Mexico

Dear Mr. McDaniel:

In accordance with the State of New Mexico, Energy, Minerals and Natural Resources Department Oil Conservation Commission Order R-111-P, Mississippi Potash, Inc. objects to the drilling of the proposed Lost Tank "35" State Well No. 4 by POGO Producing Company. This well is located inside the LMR of MPI.

Sincerely Farnsworth

Jill Farnsworth Chief Mine Engineer

Cc: Mr. Ray Smith Field Rep I Oil Conservation Division 811 S. 1st St. Artesia, NM 88210

> Ms. Kathleen Garland Acting Director Oil Conservation Division 2040 South Pacheco Santa Fe, NM 87505