



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

October 2, 2000

Pogo Production Company
P.O. Box 10340
Midland, TX 79702-4345

Attn: Richard Wright or To Whom It May Concern:

**RE: Pogo's Application to drill the Davis '18' Well No. 1, located in Lot #1, Section 18,
Township 20 South, Range 27 East, Eddy County, NM**

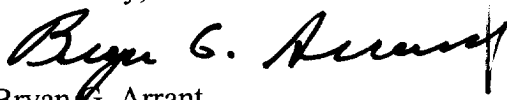
Dear Sir(s),

In reference to the above application please find the attached (Form C-102).
In order to comply with special pool rules for the McMillan; Morrow Gas Pool,
Morrow gas wells completed within certain boundaries of this pool have 640 acreage dedication.

We will accept a returned faxed copy of this form indicating the calculated acreage along with any other
Morrow gas wells inside the existing proration unit. Each gas well shall show the location (well name,
footage location, API number). This includes Pogo's Hondo Singer 'C' Well No. 1 located in Unit F
which is in T&A status.

You may fax back a revised copy of this form, but please be sure to send us by mail the revised forms.
After receiving the requested information, I will fax to you the approved application for your well.

Yours truly,


Bryan G. Arrant
District Geologist

Well File