District I 1625 N. French	Dr Hobb	• NM 8874	0			erals and Natural Resource Revised March 17, 1999					
District II 811 South First		-	-	Energy N	linerals and f	Natural Resou	,		vised March 17, 1999	471	
District III				Oil Conservation Division			Sul	Submit to appropriate District Office			
1000 Rio Brazos Road, Aztec, NM 87410 District IV					2040 South Pacheco			Stat Fe	e Lease - 6 Copies e Lease - 5 Copies	Stud	
2040 South Pac	checo, Sant	a Fe, NM 8'	7505		Santa Fe, NN	1 87505			ENDED REPORT		
APPL	ICATI	ON FO	R PERMIT I	O DRILL,	RE-ENTER	, DEEPEN,	PLUGBAC	K, OR ADI) A ZONE	קי	
			Operator Name an	d Address OUCING CO	MPANY		1789	² OGRID Number		71	
			P.O. BOX	10340			API Number			-	
¹ Provent	y Code		MIDLAND,		Property Name	<u></u>	30-015-32612 Well No.			-	
	192	2		STATE	"19 COM.				2		
~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~	+ / S	<b>~</b>		' Su	rface Locatio	n				-	
UL or lot no.	Section	Township	Range	Lot lớn	Feet from the	North/South line	Foot from the	East/West line	County		
Lot # 3	19	20S	27E		1980'	SOUTH	660'	WEST	EDDY		
······	<u> </u>		• Proposed B	ottom Hole	Location If I	Different From	n Surface			-	
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	Салту		
	-		*Proposed Pool 1		<u> </u>		*Prop	osed Pool 2			
Mcl	MILLUA	N-MORR	.OW(	(81240)							
"Work	Type Code		Well Type Cod	e	Cable/Rotary		Lease Type Code	"Gro	und Level Elevanon	7	
N			G		OTARY Formation		S "Contractor	3	289' GR.	_	
NO NO	ultiple		"Proposed Dept 11,000'		RROW	UNKI	UNKNOWN		APPROVED		
L			²¹ I	Proposed Cas	sing and Cen	nent Program	· · · · · · · · · · · · · · · · · · ·			<b></b>	
Hole S	ize		asing Size	Casing weight		Setting Depth	Sacks of C	Cement	Estimated TOC	7	
25"		-	20"	NA		40'	Redi-mix	suf	RFACE		
	17½''	13	3 3/8"	48		500'	500 Sx	SUE	RFACE		
124"			9 5/8"	40.5		3000'	1200 Sx	. SUI	RFACE		
* 8	2	7	711	26		9000'±	850 Sx.	280	DO' FROM S.		
*7 7/8"		5 ½	1	17	11	,000'	1000 Sx	. 200	DO' FROM S.		
	e proposed	program. If	this application is to	DEEPEN or PLU	JG BACK, give the	e data on the presen	t productive zone a	nd proposed new p	productive zone.		
Describe the b	lowout prev	rention prog	ram, if uny. Use add	<u>SEE ATTA</u>				1324252525 1324252525 132 000 PEOL 144			
my knowledge	/	/	a given above is true	and complete to th		OIL C	NAL SIGNE				
Signature: Printed name:	<u></u>	<u>ノイノ / ハ</u> 、 m ・ T	Jurge		Title:	BISTRICT H SUPERVIOOR					
Proted name: Joe T. Janica Title: Agent						Approval Date: FEB: _ 3 2003 Expiration Date FEB _ 3 2004					
Date:			Phone:			Conditions of Approval:					
01/	29/03		Phone: 505-39	1-8503	1						

POGO PRODUCING COMPANY STATE "19 COM. # 2 1980' FSL & 660' FWL SECTION 19 T2OS-R27E EDDY CO. NM

- 1. Drill 25" hole to 40'. set 40' of 20" conductor pipe and cement to surface with Redi-mix.
- 2. Drill 17¹/₂" hole to 500'. Run and set 500' of 13 3/8" 48# H-40 ST&C casing. Cement with 500 Sx. of Class "C" cement + additives, circulate cement to surface.
- 3. Drill 12¹/₄" hole to 3000'. Run and set 3000' of 9 5/8" 40.5# J-55 ST&C casing. Cement with 1200 Sx. of Class "C" cement + additives, Circulate cement to surface.
- 4. Drill 8½" hole to 9000' if no lost circulation proplems occur in the Cisco reduce hole size to 7 7/8" and drill to 11,000'. If lost circulation is a problem drill through the problem zone and set 9000'± of 7" 26# N-80 LT&C casing and cement in place, then drill to a total depth of 11,000' with a 6 1/8" bit and run a 5" 18# N-80 liner from 8800'± to TD. If no lost circulation problems occur drill to TD with the 7 7/8" bit and run 3000' of 5½" 17# N-80 LT&C, 6000' of 5½" J-55 LT&C, 2000' of 5½" 17# N-80 LT&C casing. Cement in two stages with DV Tools at 8000'± & 5000'± then cement with 1000 Sx. of Class "H" cement + additives, estimate top of cement 2000' from surface.

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

DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410

P.O. BOX 2088, SANTA FE, N.M. 87504-2088

DISTRICT IV

WELL LOCATION AND ACREAGE DEDICATION PLAT

AP1 Number	Pool Code	Pool Na	Pool Name		
	81240	McMILLIAN-MORROW			
Property Code	S	Property Name STATE 19 COM			
OGRID No.	RID No. Operator Name				
17891	POGO PI	3289'			

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
3	19	20-S	27-Е		1980'	SOUTH	660'	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 Co	nsolidation (	Code Or	der No.				
640									

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

LOT 1			OPERATOR CERTIFICATION
39.85 AC			I hereby certify the the information contained herein is true and complete to the best of my knowledge and belief.
LOT 2	#1	+2	Signature Joe T. Janica Printed Name
			Agent Title 01/29/03 Date
39.94 AC		-	SURVEYOR CERTIFICATION
LOT 3			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.
39.97 AC			DECEMBER 18, 2002 Date Surveyed A.W.B Signature & Seal of
			Protessional Surveyor Ronald Culton 12/19/02 02.11.0995
40.06 AC			Certificate No. RONALD 1. KIDSON 3239 GARY EDSON 12641

State of New Mexico

Energy, Minerals and Natural Resources Department

OIL CONSERVATION DIVISION

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

Form C-102 Revised February 10, 1994 Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

AMENDED REPORT

VICINITY MAP



SEC. <u>19</u> TWP. <u>20–S</u> RGE. <u>27–E</u> SURVEY <u>N.M.P.M.</u> COUNTY <u>EDDY</u> DESCRIPTION <u>1980' FSL & 660' FWL</u> ELEVATION <u>3289'</u> OPERATOR <u>POGO PRODUCING COMPANY</u> LEASE <u>STATE 19 COM</u>

JOHN WEST SURVEYING HOBBS, NEW MEXICO (505) 393-3117

## LOCATION VERIFICATION MAP



SCALE: 1'' = 2000'

SEC. <u>19</u> TWP. <u>20-S</u> RGE. <u>27-E</u> SURVEY <u>N.M.P.M.</u> COUNTY <u>EDDY</u> DESCRIPTION <u>1980' FSL & 660' FWL</u> ELEVATION <u>3289'</u> OPERATOR <u>POGO PRODUCING COMPANY</u> LEASE <u>STATE 19 COM</u> U.S.G.S. TOPOGRAPHIC MAP LAKE McMILLAN SOUTH, N.M. CONTOUR INTERVAL: 10' LAKE McMILLAN SOUTH, N.M.

JOHN WEST SURVEYING HOBBS, NEW MEXICO (505) 393-3117



Adjustible Choke



OGO PRODUCING COMPANY

February 3, 2003

Mr. Brian Arrant New Mexico Oil Conservation Division 1301 West Grand Avenue Artesia, New Mexico 88210

Re: MCMILLAN PROSPECT Eddy County, New Mexico STATE 19 COM Nº 2 WELL 1,980' FSL & 660' FWL Section 19 T-20-S, R-27-E, N.M.P.M. Pogo Leases L2312 & L2323

Dear Mr. Arrant

Pursuant to that certain Operating Agreement dated June 20, 1968, by and between Sohio Petroleum Company, Operator, and Lario Oil & Gas Company, et al., Non-Operators, covering All of Section 19, T-20-S, R-27-E, Eddy County, New Mexico, as to the Morrow formation, Pogo Producing Company (successor in interest to various non-operators) proposed the drilling of the captioned well to a depth of 10,700' to test Morrow formation. Atasca Resources, Inc., current Operator under the JOA and the State 19 Com No 1 Well, is decened non-consent in the drilling of the State 19 Com No 2 Well. Pogo Producing Company ("Pogo") is aware that only one operator is permitted under a proration unit in the State of New Mexico.

Pursuant to said Operating Agreement, Pogo may drill and complete the State Com No 2 Well and, upon completion of said well, turn over operations to Atasca Resources, Inc., such that Atasca will operate both wells within the 639.80-acre proration unit.

Pogo respectfully requests that the New Mexico Oil Conservation Division approve Pogo's Application for Permit to drill so that Pogo may continue with drilling and completing the well. Again, at the present time, Pogo will not be named as the Operator of said well if it is completed as a

Thank you for your attention to this matter, and should you have any questions regarding same, you may contact me directly at (915) 685-8127.

Yours very truly,

POGO PRODUCING COMPANY

Lesiyn M. Wallace, CPL JUL

District Landman

LMW/dkr

**CO**¹ Richard Wright Joe Janica

F:\WorkGroups\Land\Prospects\McMillan\State19Com#2-NMOCD(030203)ltr.doc

VIA FACSMALE (505) 748-9720 AND REGULAR U.S., MAIL