



CERTIFIED MAIL - P 167 342 001 - RETURN RECEIPT REQUESTED

Pogo Producing Company

Western Division

600 United Bank Building • Post Office Box 10340 • Midland, Texas 79702-7340 • 915/682-6822

March 5, 1986

Dinero Operating Co.
P. O. Drawer 10505
Midland, Texas 79702

Attention: Mr. Jim Dewey

Re: Waiver of Objection to Unorthodox Location
from Offset Operators, 760' FNL & 810' FEL
Section 27, T-24-S, R-28-E, Eddy County, NM
Pogo's NM-571

Gentlemen:

Pogo Producing Company ("Pogo") desires to drill a well to test the Atoka and Morrow formations at a location of 760' FNL and 810' FEL of Section 27, T-24-S, R-28-E, Eddy County, New Mexico. Since the proration unit for said well will be 320 acres, being the $N\frac{1}{2}$ of said Section 27, the proposed location is unorthodox and requires approval by the Oil Conservation Division of the State of New Mexico. To obtain approval, Pogo has made application to the Commission by correspondence, a copy of which is attached.

The subject location is being proposed due to topographical restrictions in the $N\frac{1}{2}$ of said Section 27. Therefore, if you have no objection to our proposed location, we request that you execute and return two (2) copies of this letter advising us of same at your earliest convenience. Your cooperation in handling this matter will be greatly appreciated. Should you have any questions, please contact our office.

Yours very truly,

POGO PRODUCING COMPANY

Jerry A. Weant
Landman - Western Division

JAW:mo
Enclosures

The undersigned has no objection to the location specified hereinabove.

Dated this 18th day of March, 1986

Dinero Operating Co.

By: Russell J. Hamstead